

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (Authority)
Specialty Dental Clinic Grant Program
STAFF SUMMARY

| Grantee: | Elmer Hilo II DMD Inc. 414 S. Prospectors Road, Suite B Diamond Bar, CA 91756 (Los Angeles County) | Authority Meeting Date: | January 30, 2025 | | | | | | |
|--|--|----------------------------------|------------------|-----------|------------------|--------------------|------------------------|-----------------|------------------------------|
| | | Resolution Number: | SDC 2025-06 | | | | | | |
| | | Total Recommended Amount: | \$ 3,186,889.00 | | | | | | |
| Region: Los Angeles | | | | | | | | | |
| County to be Served: Los Angeles | | | | | | | | | |
| Project: Renovate a facility to develop a new ambulatory surgical center with eight new dental operatories | | | | | | | | | |
| Summary of Project: | | | | | | | | | |
| <p>Elmer Hilo II DMD Inc. (Grantee) plans to renovate a facility to develop a new ambulatory surgical center with eight new dental operatories in Los Angeles County that will provide dental services for special health care needs patients, including children and adults, who have disabilities that prevent them from receiving routine or specialty care due to their physical, developmental, or cognitive condition. The design of the new ambulatory surgical center will accommodate patients with limited ambulation, heightened sensory issues, and overweight patients, ultimately expediting access to care, especially for “immediate/urgent” cases or patients that exhibit severe oral pain. The Grantee anticipates it will serve approximately 4,989 special health care needs patients annually. Upon completion of the project, special health care needs patients will constitute 50 percent or more of the total number of patient visits of those receiving dental services in the operatories paid for with grant funds. Grant funds will be used for renovation expenses and the purchase of equipment and furnishings. Additional leveraged funding will be used to cover expenses that exceed the grant award amount. Staff evaluated the plan and has determined that the project is likely to be feasible and sustainable.</p> | | | | | | | | | |
| Summary of Amounts: | | | | | | | | | |
| <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 50%;">Applicant</th> <th style="width: 25%;">Amount Requested</th> <th style="width: 25%;">Recommended Amount</th> </tr> </thead> <tbody> <tr> <td>Elmer Hilo II DMD Inc.</td> <td style="text-align: right;">\$ 5,000,000.00</td> <td style="text-align: right;">\$ 3,186,889.00¹</td> </tr> </tbody> </table> | | | | Applicant | Amount Requested | Recommended Amount | Elmer Hilo II DMD Inc. | \$ 5,000,000.00 | \$ 3,186,889.00 ¹ |
| Applicant | Amount Requested | Recommended Amount | | | | | | | |
| Elmer Hilo II DMD Inc. | \$ 5,000,000.00 | \$ 3,186,889.00 ¹ | | | | | | | |
| Legal Review: | | | | | | | | | |
| The Grantee did not disclose any information regarding its financial viability or legal integrity. | | | | | | | | | |
| Staff Recommendation: | | | | | | | | | |
| Staff recommends the Authority approve Resolution Number SDC 2025-06 for a Final Allocation in an amount not to exceed \$3,186,889.00 for Elmer Hilo II DMD Inc., subject to the conditions in the resolution. | | | | | | | | | |

¹ This amount reflects the totality of remaining funding for the region after higher-scoring applications were funded. (Program Guidelines Section 5)

RESOLUTION NO. SDC 2025-06

**A RESOLUTION OF THE CALIFORNIA HEALTH
FACILITIES FINANCING AUTHORITY APPROVING
EXECUTION AND DELIVERY OF GRANT FUNDING UNDER
THE SPECIALTY DENTAL CLINIC GRANT PROGRAM
TO ELMER HILO II DMD INC.**

WHEREAS, The California Health Facilities Financing Authority (the “Authority”), a public instrumentality of the State of California, is authorized by the provisions of the Specialty Dental Clinic Grant Program (“Program”) (Section 2.00, Chapter 43, Statutes of 2022 (SB 154); Section 47, Chapter 45 Budget Act of 2022 (AB 178); and Section 2.00, Chapter 12, Statutes of 2023 (SB 101)) and implementing guidelines (“Guidelines”) to award grants to support the construction, expansion, modification, or adaptation of specialty dental clinics in California to increase access to oral health care for the special health care needs populations; and

WHEREAS, Elmer Hilo II DMD Inc. (“Grantee”) qualifies as an eligible applicant under the Program Guidelines.

WHEREAS, Authority staff reviewed the application submitted by the Grantee against the eligibility requirements pursuant to the Program in accordance with all relevant authority and recommends the approval of a grant in an amount not to exceed \$3,186,889.00 for the eligible project (the “Project”), as described in the Grantee’s application;

NOW, THEREFORE, BE IT RESOLVED by the California Health Facilities Financing Authority as follows:

Section 1. The Authority hereby approves a grant in the amount of \$3,186,889.00 to the Grantee to complete the Project within a grant period that ends on June 30, 2027. Within this grant period, Grantee shall provide evidence acceptable to Authority staff demonstrating that the Project shall be operational on or before July 31, 2026, and funding shall not be disbursed if the Grantee is unable to provide evidence acceptable to Authority staff. Grantee must submit all disbursement requests, including required supporting documentation, to the Authority no later than December 31, 2026.

Section 2. For and on behalf of the Authority, the Executive Director and the Deputy Executive Director, in the absence of the Executive Director, are hereby authorized and directed to do all of the following:

(a) Approve any non-material changes in the Project described in the application submitted to the Authority. Nothing in this Resolution shall be construed to require the Authority to provide additional funding, even if more grants are approved, exceeding available funding. Any notice to the Grantee shall indicate that the Authority shall not be liable to the Grantee in any manner whatsoever should that funding not be available for any reason whatsoever.

(b) Allocate funding not to exceed those amounts approved by the Authority for the Grantee.

(c) Execute and deliver to the Grantee any and all documents necessary to complete the transfer of moneys that are consistent with the Program.

(d) Do any and all things and to execute and deliver any and all documents that the Executive Director, or the Deputy Executive Director, in the absence of the Executive Director, deems necessary or advisable to effectuate the purposes of this Resolution and the transactions contemplated hereby.

Section 3. All funding from this grant shall be used in support of the Grantee's Project, as described in the Program application and Exhibit A to this Resolution.

Section 4. This resolution shall repeal on June 30, 2027, unless extended by action of the Authority prior to that date.

Date Approved: _____

EXHIBIT A

PROJECT DESCRIPTION

The proceeds of the grant will be used by Elmer Hilo II DMD Inc. (“Grantee”) as follows:

The Grantee must add at least eight (8) new dental operatories, in the Los Angeles Region, to provide dental services to the Special Health Care Needs Populations as defined in Program Guidelines Section 1(z). Upon completion of the project, Special Health Care Needs Populations patients must constitute at least 50 percent of the Facility’s Caseload, with the requirement applicable only to Facilities financed with Grant funds (All terms that are capitalized are defined in Section 1 of the Program Guidelines). The Grantee may use grant funds to finance eligible costs in support of the Grantee’s Project as stated in Section 3 of the Program Guidelines.

Summary of Amount:

| Project | Approved Grant Amount |
|------------------------|------------------------------|
| Elmer Hilo II DMD Inc. | \$ 3,186,889.00 |

Total \$ 3,186,889.00