



MULTNOMAH COUNTY AGENDA PLACEMENT REQUEST BUDGET MODIFICATION

(revised 12/31/09)

Board Clerk Use Only

Meeting Date: 6/17/2010

Agenda Item #: R-5

Est. Start Time: 10:15 AM

Date Submitted:

BUDGET MODIFICATION: DCHS - 35

Agenda Title: BUDGET MODIFICATION DCHS - 35 to recognize \$2,000,000 city of Portland funds and to re-allocate \$842,000 of County funds for the Crisis Assessment and Treatment Center Capital Renovation Costs

Note: For all other submissions (i.e. Notices of Intent, Ordinances, Resolutions, Orders or Proclamations) please use the APR short form.

Requested Meeting Date: June 17, 2010 **Amount of Time Needed:** 5 minutes
Department: County Human Services **Division:** Mental Health and Addiction Services
Contact(s): Kathy Tinkle
Phone: 988-3691 **Ext.** 26858 **I/O Address:** 167/240
Presenter(s): Joanne Fuller, Karl Brimner, David Hidalgo

General Information

1. What action are you requesting from the Board?

The Department of County Human Services (DCHS) Mental Health and Addiction Services Division (MHASD) recommends approval of budget modification DCHS-35 to re-allocate \$842,000 of County funds budgeted in FY10 to provide for the County's commitment to the capital funding of the Crisis Assessment and Treatment Center. Additionally this budget modification recognizes \$2,000,000 from city of Portland/Portland Development Commission which will be passed through to Central City Concern for the City's portion of the capital costs to renovate the second floor of the Hooper Center to provide an appropriate facility for the Crisis Assessment and Treatment Center (CATC).

2. Please provide sufficient background information for the Board and the public to understand this issue. Please note which Program Offer this action affects and how it impacts the results.

The Crisis Assessment and Treatment Center is a 16 bed crisis stabilization program which will be located in the David P. Hooper Center. The renovation of the Hooper Center for this new purpose is

being funded in partnership through Multnomah County, State of Oregon, Central City Concern (CCC), and City of Portland/Portland Development Commission. The total budget for the project is \$5,257,000 of which \$842,000 is the county's committed contribution towards the capital funding. The capital funding breakdown is as follows:

Sources:

CCC/New Market Tax Credits	\$1,415,000
State grant	\$1,000,000
City of Portland/PDC	\$2,000,000
County	<u>\$ 842,000</u>
Total	\$5,257,000

The Crisis Assessment and Treatment Center Capital budget will be increased by \$2,842,000 in pass through recognizing the city of Portland funds and re-allocated County funds. In Program Offer 25063 - Mental Health Treatment for Uninsured Adults/Multnomah Treatment Fund (MTF) pass through is reduced by a net of \$550,000 because \$185,751 beginning working capital is available to partially offset the full CGF reduction in this program offer of \$735,731; and Program Offer 25140 – Housing pass through is reduced by \$106,249.

Within the next few months, the MHASD will conduct a competitive procurement to solicit interested providers and award a contract for operations of the CATC, which is expected to be operational in the final quarter of FY11.

3. Explain the fiscal impact (current year and ongoing).

This capital funding for renovation is a one time cost in FY10 of which \$842,000 is the County's committed contribution. Funds are available within the DCHS FY10 budget to re-allocate for this one time purpose due to several factors. The most significant factor being a projected savings of \$550,000 for FY10 in the Multnomah Treatment Fund, due to increased utilization management.

The Hooper site renovation is expected to be completed and the facility ready for the Crisis Assessment and Treatment Center to be operational during the last quarter of FY11. Funds for this first 3 months of operation are included in the DCHS FY11 budget. Ongoing funding for the operations of the Crisis Assessment and Treatment Center will be paid for by a combination of State Mental Health, Oregon Health Plan (Verity), city of Portland and Multnomah County funds. Both the city and county funds will account for approximately \$550,000 each annually, for an estimated annual total of \$1.1 million.

4. Explain any legal and/or policy issues involved.

An agreement has been developed with the city of Portland for the pass through of \$2,000,000; and a separate agreement has been developed with CCC to account for the transfer of funds to reflect the City and County's contribution to the renovation (the agreement is attached for your reference). State funding will go directly to CCC. Additionally, the Crisis Assessment and Treatment Center facility is being renovated to the LEED-CI Gold Certified standard.

MHASD staff are currently working with CCC and County Facilities and Property Management to develop a lease agreement for the property to be used for this purpose.

5. Explain any citizen and/or other government participation that has or will take place.

MHASD held community stakeholder forums in September and October of 2009. MHASD will continue to gather feedback from consumers and the community that will inform the program design.

ATTACHMENT A

Budget Modification

If the request is a **Budget Modification**, please answer all of the following in detail:

- **What revenue is being changed and why? If the revenue is from a federal source, please list the Catalog of Federal Assistance Number (CFDA).**

\$735,751 of County General Fund will be reallocated to this project along with \$106,249 of loan repayments from the Community Services Division. This funding combined with the additional \$2,000,000 from the City of Portland will fully fund the City and County's commitment to the site renovation.

- **What budgets are increased/decreased?**

The Mental Health and Addiction Services County General Fund budget will remain unchanged. Community Services Federal/State Fund budget will be reduced by \$106,249. The Mental Health and Addiction Services Federal/State Fund budget will be increased by \$2,106,249.

- **What do the changes accomplish?**

Changes allow MHASD to pass through one time funding to renovate the Hooper Center to accommodate the Crisis Assessment and Treatment Center which will be LEED-CI Gold Certified.

- **Do any personnel actions result from this budget modification? Explain.**

No.

- **If a grant, is 100% of the central and department indirect recovered? If not, please explain why.**

No. An agreement between the city of Portland and Multnomah County does not allow for recovery of indirect costs.

- **Is the revenue one-time-only in nature? Will the function be ongoing? What plans are in place to identify a sufficient ongoing funding stream?**

One time only for capital renovation of Hooper Center.

- **If a grant, what period does the grant cover? When the grant expires, what are funding plans? Are there any particular stipulations required by the grant (i.e. cash match, in kind match, reporting requirements etc)?**

This is a one time only grant for capital costs related to the renovation of the Hooper facility for the Crisis Assessment and Treatment Center.

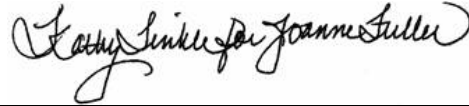
NOTE: If a Budget Modification or a Contingency Request attach a Budget Modification Expense & Revenues Worksheet and/or a Budget Modification Personnel Worksheet.

ATTACHMENT B

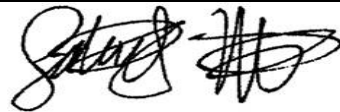
BUDGET MODIFICATION: DCHS -35

Required Signatures

Elected Official or
Department/
Agency Director:



Date: 06/03/10



06/03/10

Budget Analyst:

Date: _____

Department HR:

N/A

Date: _____

Countywide HR:

N/A

Date: _____