



**MULTNOMAH COUNTY
AGENDA PLACEMENT REQUEST
BUDGET MODIFICATION**

(Revised: 09/23/13)

Board Clerk Use Only

Meeting Date: 6/5/14
Agenda Item #: R.9
Est. Start Time: 11:10 am
Date Submitted: 5/20/14

Agenda Title: **BUDGET MODIFICATION DCHS14-47 Increasing Department of County Human Services Mental Health & Addiction Services Division Behavioral Health/HSO fund appropriation by \$4,818,526.**

Note: if Contingency, use that form. If item other than a BudMod, please use different APR. : Title should not be more than 2 lines but sufficient to describe the action requested.

Requested Meeting Date: 6/5/2014 **Time Needed:** 5 minutes
Department: County Human Services **Division:** Mental Health & Addiction Services
Contact(s): Rob Kodiriy, David Hidalgo
Phone: 503-988-6569 **Ext.** 86569 **I/O Address:** 167/240
Presenter Name(s) & Title(s): Rob Kodiriy Finance Manager, Teri Beemer MHASD Asst. Director

General Information

1. What action are you requesting from the Board?

The Department of County Human Services (DCHS), Mental Health & Addiction Services Division (MHAS) is requesting approval of budget modification DCHS14-47, which increases MHAS Behavioral Health/Health Share of Oregon (HSO) funds in FY2014 by \$4,818,526.

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.

MHAS is requesting to increase the Behavioral Health/HSO appropriation by \$4,818,526 to the FY2014 budget. Beginning January 1st, 2014 with the Healthcare transformation the enrollment of the Health Share of Oregon membership has increased and therefore, the capitation payments Multnomah County receives and services provided have increased accordingly. This budget modification provides budget authority to expend the projected increase in these revenues to provide services to the members of the HSO. This budget modification will bring the total budget for the Behavioral Health/HSO up to \$53,228,242.

Funding will be increased in the following program offers: 25055A Behavioral Health Crisis Services, 25056A Mental Health Crisis Assessment & Treatment Center (CATC), 25057 Inpatient, Sub-acute & Residential Mental Health Services for Children, 25062 Mental Health Services for Adults, and 25067 Community Based Mental Health Services for Children & Families.

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

The FY2014 fiscal year budget for MHAD will increase by \$4,818,526.

This additional funding will allow for an increase in Temporary personnel costs of \$100,000 in order to cover increased membership and call volume and contracted services of \$4,509,705 for additional mental health services provided to the increasing number of HSO members enrolled. Central indirect and Department Indirect expenses will increase by \$99,570 / \$109,251 respectively.

Service reimbursement from the Behavioral Health/HSO fund to the General fund will increase by \$99,570 (Central Indirect).

The professional services budget in the Director's Office will increase by \$109,251 (Department Indirect).

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

NA

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

NA

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).**

HSO Behavioral Health funds are increasing based on the capitation payments of the additional population of members enrolled in the HSO. There is not a CFDA number.

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

25055A - Behavioral Health Crisis Services budget increases by \$335,931; \$100,000 in temporary staffing, \$221,372 in contracted services and \$14,559 indirect expenses.

25056A - Mental Health Crisis Assessment & Treatment Center (CATC) budget increases by \$462,524; \$442,480 in contracted services and \$20,044 indirect expenses.

25057 - Inpatient, Sub-acute & Residential Mental Health Services for Children budget increases by \$315,111; \$301,455 in contracted services and \$13,656 indirect expenses.

25062 - Mental Health Services for Adults budget increases by \$1,852,480; \$1,772,199 in contracted services and \$80,281 indirect expenses.

25067 - Community Based Mental Health Services for Children & Families budget increases by \$1,852,480; \$1,772,199 in contracted services and \$80,281 indirect expenses.

- **What do the changes accomplish?**

The budget modification will provide budget authority to provide Mental Health services to the increasing number of members in the HSO.

- **Do any personnel actions result from this budget modification? Explain.**
N/A
- **If a grant, is 100% of the central and department indirect recovered? If not, please explain why.**
Yes, the HSO funds pay 100% 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?**
This allocation represents ongoing capitation payments for the increased members of the HSO.
- **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)?**
Current estimated funding for OHP/Medicaid is based on the County's fiscal year of July 1, 2013 to June 30, 2014. Funding is based on currently enrolled HSO members and is for Mental Health services and administration.

NOTE: Attach a Budget Modification Expense & Revenues Worksheet and/or a Budget Modification Personnel Worksheet.

Required Signatures

Elected Official or Dept Director:	<u>Susan Myers /s/</u>	Date: <u>5/20/14</u>
Budget Analyst:	<u>Jennifer Unruh /s/</u>	Date: <u>5/19/14</u>
Department HR:	<u>NA</u>	Date: _____
Countywide HR:	<u>NA</u>	Date: _____

Note: Please submit electronically. Insert names of your approvers followed by /s/ - we no longer use actual signatures. Please date each signature. Use "n/a" when signature not applicable."