



**Multnomah County
Agenda Placement Request
Budget Modification**

(Revised 9/23/13)

Contingency Request

Board Clerk Use Only

Meeting Date: _____

Agenda Item #: _____

Est. Start Time: _____

Date Submitted: _____

Agenda Title: BUDGET MODIFICATION # HD-45-17: Requesting General Fund contingency transfer to appropriate \$327,532

Requested Meeting Date: _____ **Time Needed:** 5 Minutes

Department: 40 - Health Department **Division:** Mental Health & Addiction Services

Contact(s): Angel Landrón-González- Health Budget & Finance Manager

Phone: 503-988-7438 **Ext.** 87438 **I/O Address** 167/2/210

Presenter Name(s) & Title(s): Neal Rotman, Senior Manager, MHASD

General Information

1. What action are you requesting from the Board?

Approval to appropriate \$327,532 in General Fund contingency revenue for the Behavioral Health Crisis Services program.

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.

In the FY2017 Adopted Budget, the Board of County Commissioners placed in contingency \$629,532 in General Fund for the Behavioral Health Crisis system. The contingency was set aside to provide a bridge in crisis service funding until the impact of the Unity Center was fully realized. \$302,000 has already been transferred to the Health Department to cover the increased salary cost for crisis response teams at Cascadia.

This change will impact program offer 40069: Behavioral Health Crisis Services.

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

This change will increase the Health Department General Fund budget in FY17 by \$327,532.

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

N/A

5. Explain any citizen or other government participation.

N/A

Budget Modification

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

County contingency funds will be transferred to the Health Department which will increase the department's FY 2017 general fund by \$327,532. Funds will be used to support the Behavioral Health Crisis Services program.

7. What budgets are increased/decreased?

The Health Department's pass-through budget will increase by \$327,532.

8. What do the changes accomplish?

Prevents the MHASD crisis system from overspending their budget appropriation.

9. Do any personnel actions result from this budget modification?

N/A

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

N/A

11. 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 contingency transfer action is one-time-only.

12. 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 (e.g. cash match, in kind match, reporting requirements, etc)?

N/A

For Contingency Requests Only:

13. Why was the expenditure not included in the annual budget process?

The Crisis system (e.g. Call Center, Crisis Response Services) is funded with a mixture of State, County, and Medicaid funding. As Medicaid membership and revenue in the Multnomah County Mental Health Fund declines, there is less funding for the Crisis system.

The crisis call center, crisis wrap around, and assessment and treatment center are all funded with a mixture of Medicaid and County General Fund. This contingency request will fill the holes in the budget caused by declining Medicaid revenue. Swapping Medicaid for CGF in the Cascadia and Telecare contracts. There will be no net dollar change to those agreements.

14. What efforts have been made to identify funds from other sources within the department/agency to cover this expenditure?

We continue to spend available State, Federal, and Medicaid funds first, but those sources have continued decline.

15. Why are no other department/agency fund sources available?

Medicaid revenue is declining statewide, and other federal and state funding for mental health are decline too.

16. Describe any new revenue this expenditure will produce, any cost savings that will result, and any anticipated payback to the contingency account. What are the plans for future ongoing funding?

The Health Department will do a new procurement for crisis services in FY18 to right-size the system to available revenue.

17. Has this request been made before? When? What was the outcome?

No.

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

Required Signature

**Elected Official or
Dept. Director:** _____

Date: _____

Budget Analyst: _____

Date: _____

Department HR: _____

Date: _____

Countywide HR: _____

Date: _____