



Multnomah County Agenda Placement Request Budget Modification

(Revised 9/23/13)

APPROVED: MULTNOMAH COUNTY
BOARD OF COMMISSIONERS
AGENDA # R.4 DATE 4-2-15
LYNDA GROW, BOARD CLERK

Board Clerk Use Only

Meeting Date: 4/2/15
Agenda Item #: R.4
Est. Start Time: 9:55 am
Date Submitted: 31715

Agenda Title: BUDGET MODIFICATION # DCHS-43-15: Increasing the Fed/State appropriation by \$11,537,868 updating the SMHG award in DCHS

Requested Meeting Date: 4/2/15 **Time Needed:** 10 Minutes

Department: 25 - County Human Services **Division:** Mental Health & Addiction Services

Contact(s): David Hidalgo, Rob Kodiriy

Phone: 503-988-3076 **Ext.** 83076 **I/O Address** 167/1/520

Presenter Name(s) & Title(s): David Hidalgo - MHASD Director, Ebony Clarke - Interim MHASD Assistant Director, Neal Rotman - CMHP Program Manager, Devarshi Bajpai - Interim Medicaid Manager, Rob Kodiriy - DCHS Finance and Business Serviced Director

General Information

1. What action are you requesting from the Board?

The Department of County Human Services requests approval of Budget Modification DCHS-43-15, which increases the Mental Health and Addiction Services (MHASD) Federal/State appropriation by \$11,537,868, which will be used for Mental Health and Addictions residential and treatment services.

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.

During the FY15 budget process the following funds were not budgeted. Midway through the biennium State developed plans to transition LMHA funds to CCO, inclusive of MH Residential funds, for which we are a pass-through agency. However, during the late first quarter of the FY15, the state was unable to implement and we received award notifications for those funds. The FY15 budget was based on the then current State Mental Health Grant (SMHG) award from Oregon Health Authority's (OHA) Addictions and Mental Health division (AMH). AMH was in the process of transferring the funding and oversight for varies Residential Services from the Local Mental Health Authorities (LMHA), which is DCHS-MHASD, to the Coordinated Care Organizations (CCO), such

as Health Share of Oregon. AMH, due to challenges with the transfer, has delayed the transition of these Residential services. Currently the payment and oversight for the Residential Services is still the responsibility of the LMHA. This budget modification accounts for the funding for the services, that AMH determined in FY15, will remain the responsibility of the LMHA. It is believed at some point the Residential Services will transition to the CCO's but at this time there is not a set timeframe for this transition to occur. Below are the Program Offers, amounts of the award, the services, and the estimated impact of the award.

Program Offer 25080-15 – Adult Addictions Treatment Continuum is increasing by a total of \$3,145,788 from the following sources:

SMHG Fund A&D 61-Alcohol and Drug Residential Treatment Services, is increasing by \$1,285,600. The purpose of A&D 61 Services is to support, stabilize and rehabilitate individuals and to permit them to return to independent community living. A&D 61 Services provide a structured environment for an individual on a 24-hour basis consistent with Level III of the chemical dependency placement. This funding will be contracted to five local residential treatment providers to provide 13,174 bed days of treatment services for approximately 150 uninsured individuals 18 years of age or older who are unable to live independently in the community.

SMHG Fund A&D 62-Housing Services is increasing by \$431,649. The purpose of A&D 62 is to provide housing (room and board) services for dependent children whose Parents are in Alcohol and Drug Residential Treatment. The services are delivered to individuals who are dependent children age 18 and younger so the child(ren) may reside with their custodial parent in the same adult alcohol and drug residential treatment facility. This funding will be contracted to five local residential treatment providers to provide 12,825 bed days of care for approximately 100 dependent children whose parents are in residential treatment.

SMHG Fund A&D 67-Alcohol and Drug Residential Capacity Services is increasing by \$1,428,539. This funding provides 24-hour residential services to individuals who are enrolled in an alcohol and drug, adult or youth, residential treatment services program. This provides a structured environment for an individual on a 24-hour basis consistent with Level III of the chemical dependency. These funds will be contracted to local providers for capacity payments for 26 youth beds and 162 adult beds.

Program Offer 25060 – Mental Health Residential Services is increasing by \$7,926,109 from the following sources:

SMHG Fund MHS20 – Non-Residential Adult Mental Health Services is increasing by \$3,868,468. This funding provides mental health services like case management, rehab, and individual counseling. This fund will be contracted to local agencies to provide these services to approximately 425 adult individuals who are diagnosed with serious mental illnesses, and/or other mental/emotional disturbances, and which pose a danger to the health and safety of the individual and/or others.

SMHG Fund MHS27 – Mental Health Treatment Services for Youth and Young Adults in Transition is increasing by \$509,636. This funding will provide 24-hour residential treatment services to four (5) Transitional Aged Youth with mental and emotional disorders who have been hospitalized or are at immediate risk of hospitalization and who are determined to be a danger to themselves and/or others.

SMHG Fund MHS28 – Residential Treatment Services is increasing by \$3,548,005. This funding will be contracted to local agencies to provide 24-hour treatment services like the supervision of daily living activities such as personal hygiene, clothing care, and nutrition to approximately 425 adult individuals living in the residential housing programs. These are individuals who are: diagnosed with serious mental illness and/or other mental/emotional disturbances; who have been

hospitalized and/or are at immediate risk of hospitalization; and who are determined to be a danger to themselves and/or others.

Additionally, Program Offer 25050-MHASD Administration, is increasing by \$205,971 for SMHG Local Administration funding (LA). The LA funding was not in the initial award and was added in Fiscal Year 2015 Amendment number 24. This funding will be used to partially cover facilities expenses associated with the call center remodel.

Program Offer 25085-Addictions Services Gambling Treatment & Prevention, is increasing by \$260,000 with A&D 37 funds. The A&D 37 funds are used for a wide range of gambling and addictions services. Adding the additional A&D 37 funds aligns the FY15 budget with amount of the SMHG A&D 37 award.

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

This will add unanticipated SMHG funds to DCHS's MHAS division FY15 budget in the above mentioned program offers. It is currently anticipated that the above mentioned funds will be ongoing until the AMH is able to effectively transition the responsibility of the above mentioned services to the CCO's. As this is a Statewide transition, AMH will continue to move cautiously in order to preserve the structure of the services so that individuals in the system are only minimally impacted, if at all. If the funds are no longer the responsibility of the Local Mental Health Authority, then DCHS-MHASD will no longer contract for the services, but it is anticipate that the local providers will continue to provide the services, but be reimbursed through a different entity, i.e. CCO's.

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

DCHS's MHAS division serves as the Local Mental Health Authority and is by contract required to administer the State Mental Health Grant Funds to the programs providing the identified treatment services in Multnomah County.

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).

The Department of County Human Services Federal State appropriation is increasing by a total of \$11,537,868.

7. What budgets are increased/decreased?

The Department of County Human Services, Mental Health & Addictions Division budget will increase in the following program offers:

- Program Offer #25080 Contracted services increases by \$3,145,788
- Program Offer #25060 Contracted services increases by \$7,926,109
- Program Offer #25050 Repairs and Maintenance increases by \$205,971
- Program Offer #25085 Contracted services increases by \$260,000

8. What do the changes accomplish?

This budget modification appropriates the amounts remaining to be budgeted for the 13-15

biennium of the State Mental Health Grant.

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

There are no personnel actions related to this budget modification.

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

Indirect charges are not allowed per the revenue agreement.

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?

No, this revenue is considered on-going and is expected to be renewed in the 2015-2017 State Mental Health Grant Biennial Award.

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)?

The current award period is from July 1, 2013 through June 30, 2015.

Required Signature

**Elected Official or
Dept. Director:** Liesl Wendt /s/

Date: 3/12/15

Budget Analyst: Jennifer Unruh /s/

Date: 3/17/15

Department HR: NA

Date: _____

Countywide HR: NA

Date: _____

Exp/Rev/FTE - Budget Modification

Budget Year: 2015

Budget Modification: DCHS-43-15

Expenditures & Revenues

An increase in revenue is shown as a negative value and a decrease as a positive value for consistency with SAP.

Line No.	Program Offer Number	Fund Code	Fund Center	Func. Area	Cost Object	Cost Element	Current Amount	Revised Amount	Change Increase/ (Decrease)	Subtotal
1	25050-15	80001	20-80	0040	MA SA DM LA	50180 - IG-OP-Direct St	0	(205,971)	(205,971)	
2	25050-15	80001	20-80	0040	MA SA DM LA	60220 - Repairs and Maint	0	205,971	205,971	
80001 Total										0
20-80 Total										0
Program Offer Number 25050-15 Total										0
3	25060A-15	82020	20-80	0040	MA SN RES MC 20	50190 - IG-OP-Fed Thru St	(629,090)	(4,497,558)	(3,868,468)	
4	25060A-15	82020	20-80	0040	MA SN RES MC 20	60160 - Pass-Thru & Pgm Supt	629,090	4,497,558	3,868,468	
82020 Total										0
5	25060A-15	82027	20-80	0040	MA SN RES MC 27	50190 - IG-OP-Fed Thru St	0	(509,636)	(509,636)	
6	25060A-15	82027	20-80	0040	MA SN RES MC 27	60160 - Pass-Thru & Pgm Supt	0	509,636	509,636	
82027 Total										0
7	25060A-15	82028	20-80	0040	MA SN RES MC 28	50190 - IG-OP-Fed Thru St	0	(3,548,005)	(3,548,005)	
8	25060A-15	82028	20-80	0040	MA SN RES MC 28	60160 - Pass-Thru & Pgm Supt	0	3,548,005	3,548,005	
82028 Total										0
20-80 Total										0
Program Offer Number 25060A-15 Total										0
9	25080A-15	83061	20-80	0040	MA AS AD CONT RES 61	50190 - IG-OP-Fed Thru St	0	(1,285,600)	(1,285,600)	
10	25080A-15	83061	20-80	0040	MA AS AD CONT RES 61	60160 - Pass-Thru & Pgm Supt	0	1,285,600	1,285,600	
83061 Total										0
11	25080A-15	83062	20-80	0040	MA AS AD CONT CH HSG 62	50190 - IG-OP-Fed Thru St	0	(431,649)	(431,649)	

Exp/Rev/FTE - Budget Modification

Budget Year: 2015

Budget Modification: DCHS-43-15

Line No.	Program Offer Number	Fund Code	Fund Center	Func. Area	Cost Object	Cost Element	Current Amount	Revised Amount	Change Increase/ (Decrease)	Subtotal
12	25080A-15	83062	20-80	0040	MA AS AD CONT CH HSG 62	60160 - Pass-Thru & Pgm Supt	0	431,649	431,649	
83062 Total										0
13	25080A-15	83067	20-80	0040	MA AS AD CONT RES CAP 67	50190 - IG-OP-Fed Thru St	(1,054,500)	(2,483,039)	(1,428,539)	
14	25080A-15	83067	20-80	0040	MA AS AD CONT RES CAP 67	60160 - Pass-Thru & Pgm Supt	1,054,500	2,483,039	1,428,539	
83067 Total										0
20-80 Total										0
Program Offer Number 25080A-15 Total										0
15	25085-15	82037	20-80	0040	MA AS GAMB CONT TXA FL37	50190 - IG-OP-Fed Thru St	(440,504)	(700,504)	(260,000)	
16	25085-15	82037	20-80	0040	MA AS GAMB CONT TXA FL37	60160 - Pass-Thru & Pgm Supt	440,505	700,505	260,000	
82037 Total										0
20-80 Total										0
Program Offer Number 25085-15 Total										0

Exp/Rev/FTE - Budget Modification

Budget Year: 2015

Budget Modification: DCHS-43-15

Annualized Personnel Changes

Change is shown on a full year basis even though this action affects only a part of the fiscal year (FY).

No positions were affected by this Budget Modification.

Current Year Personnel Changes

Cost/savings that will take place in this FY; these explain the actual dollar amounts being changed by this BudMod.

No positions were affected by this Budget Modification.