COUNTY OF LOS ANGELES

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DEPARTMENT OF MENTAL HEALTH

http://dmh.lacounty.info

Reply To: (213) 738-4601
Fax: (213) 386-1297

April 20, 2006

ADOPTED
BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

56 MAY - 2 2006

SACHI A. HAMAI
EXECUTIVE OFFICER

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, CA 90012

Dear Supervisors:

APPROVAL OF PERFORMANCE CONTRACT NO. 05-75022-000 WITH THE CALIFORNIA DEPARTMENT OF MENTAL HEALTH FOR FISCAL YEAR 2005-2006 (ALL SUPERVISORIAL DISTRICTS) (3 VOTES)

IT IS RECOMMENDED THAT YOUR BOARD:

1. Accept the California Department of Mental Health's (CDMH) Performance Contract No. 05-75022-000, substantially similar to Attachment I, with the County of Los Angeles - Department of Mental Health (DMH), making DMH responsible for establishing community mental health services in the County of Los Angeles, effective July 1, 2005 through June 30, 2006.

2. Approve and authorize the Mayor of your Board to sign and execute an original Resolution (Attachment II), specifying that your Board has approved the State Performance Contract for Fiscal Year (FY) 2005-2006.

3. Instruct the Director of Mental Health or his designee to sign two (2) copies of the Performance Contract, substantially similar to Attachment I, with original signatures and forward them to CDMH.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTIONS

Board approval is required to accept the Performance Contract between CDMH and DMH for FY 2005-2006. An annual performance contract is required by California

statute, as part of the Brosnan-McCorquodale Act. The Performance Contract is retroactive to July 1, 2005 as a result of the late submission of the Agreement to the County by CDMH. Receipt of the final Agreement was delayed due to the need to complete negotiations on the scope of the County's responsibilities for community mental health services within the boundaries of Los Angeles County. The requested Board actions are consistent with your Board's policy on timely submission for Board approval, as noted in the Chief Administrative Officer's (CAO) memo dated September 7, 2000, to your Board under paragraph heading, Overall Policies, Circumstance No. 2, "The County is receiving funds (normally from a higher level of government)."

Implementation of Strategic Plan Goals

The recommended Board actions are consistent with the principles of the Countywide Strategic Plan, Organizational Goal No. 7, "Health and Mental Health." The approved actions will allow the County to fulfill its statutory duties regarding community mental health services.

FISCAL IMPACT/FINANCING

Funding for the implementation of this Agreement is included in DMH's FY 2005-2006 Adopted Budget. This Performance Contract will allow use of State and Federal funds allocated for FY 2005-2006 to be expended to maintain mental health programs for the residents of Los Angeles County. All of the mental health services funded by Realignment funds are handled through Statutory Trust Accounts and are not included in CDMH's total contract encumbrance amount to the County.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

The Performance Contract between the State and the County is mandated under Section 5650 of the Welfare and Institutions Code. The Performance Contract and the Resolution are approved by your Board each fiscal year.

The Performance Contract sets forth County authority for the implementation of County mental health programs and summarizes the provisions for each of the local mental health programs. Each summary contains a brief description of the program, the scope of work or work plan, budget requirements, and accountability. Additionally, the Performance Contract outlines the requirements to justify receipt of allocations but does not specify the actual amounts. The Performance Contract also indicates the performance conditions for the County programs, including any other contract requirements.

The Performance Contracts for FYs 2003-2004 and 2004-2005 have not been signed due to issues with the contract language regarding the scope of the County of Los Angeles' responsibilities for mental health services within the boundaries of Los Angeles County, including the Tri-City service area. DMH, in conjunction with County Counsel, had requested that the State modify the contract language, beginning in FY 2003-2004, because Tri-City Mental Health Center (Tri-City), which filed for bankruptcy on February 13, 2004, currently has the responsibility for mental health services in the Tri-City service area under special statutory provisions. The requested change in the Performance Contract was to clarify County's responsibility for the provision of mental health services in the Tri-City service area. The Board had approved the Performance Contracts for FYs 2003-2004 and 2004-2005 with the provision that the contracts were to be executed only after the successful completion of negotiations with CDMH regarding the scope of the County's geographic area of responsibilities for mental health services.

After ongoing negotiations with CDMH, DMH accepted a proposed modification to the FY 2005-2006 Performance Contract, stipulating that since Tri-City receives Realignment funding, Tri-City will be responsible for non-Medi-Cal mental health services in the Tri-City service area. If Tri-City ceases to exist, County will assume responsibility for non-Medi-Cal mental health services in the Tri-City service area. If Tri-City continues in existence, but information indicates that it is unable to continue providing an adequate range of non-Medi-Cal mental health services in an acceptable manner, State and DMH agree to meet and negotiate as to what action or actions, if any, should be taken, including, but not limited to, what mental health services and funding, if any, should be shifted to the County. A mutual agreement reached to shift service responsibilities and funding to the County will require an amendment to the Performance Contract.

The Resolution has been approved as to form by County Counsel. County Counsel and the CAO have reviewed and approved the proposed actions.

DMH's clinical and administrative staff are assigned to supervise and administer agreements, monitor contract compliance, evaluate programs to ensure that quality services are being provided to clients, and ensure that Agreement provisions and departmental policies are being followed.

IMPACT ON CURRENT SERVICES

The Performance Contract will enable DMH to maintain quality mental health programs for Los Angeles County residents.

CONCLUSION

The Department of Mental Health will need one (1) copy of the adopted Board actions and one (1) certified copy of the attached Resolution. It is requested that the Executive Officer of the Board notify the Department of Mental Health's Contracts Development and Administration Division at (213) 738-4684 when these documents are available.

Respectfully submitted,

Susan Kerr for

Marvin J. Southard, D.S.W.
Director of Mental Health

MJS:MY:RK:MI

Attachments (2)

c: Chief Administrative Officer
County Counsel
Chairperson, Mental Health Commission

KT:MI:H\Performance Contract FY 2005-2006\Board Letter

ATTACHMENT I

STATE OF CALIFORNIA
STANDARD AGREEMENT
STD 213 (Rev 06/03)

AGREEMENT NUMBER
05-75022-000
REGISTRATION NUMBER

1. This Agreement is entered into between the State Agency and the Contractor named below:

STATE AGENCY'S NAME
Department of Mental Health

CONTRACTOR'S NAME
Los Angeles County Department of Mental Health

2. The term of this Agreement is: July 01, 2005 through June 30, 2006

3. The maximum amount of this Agreement is: $ 0.00 Zero Dollars

4. The parties agree to comply with the terms and conditions of the following exhibits which are by this reference made a part of the Agreement.

Whereas pursuant to Section 5602 of the California Welfare and Institutions Code, the County is responsible for establishing community mental health services to cover the entire area of the County; and

Whereas the County is committed to providing an integrated and coordinated range of services appropriate to the needs of each client; and

Whereas the State is agreeable to the rendering of such services on the terms and conditions hereinafter set forth;

Now Therefore in consideration of the mutual promises and covenants stated by this Contract, the County and the State agree as follows: The documents attached hereto and incorporated herein by this reference do hereby constitute the Fiscal Year 2005/2006 mandated County Performance Contract as mandated by Section 5650 of the Welfare and Institutions Code.

IN WITNESS WHEREOF, this Agreement has been executed by the parties hereto.

CONTRACTOR

CONTRACTOR'S NAME *(if other than an individual, state whether a corporation, partnership, etc.)*
Los Angeles County Department of Mental Health

BY *(Authorized Signature)* ✍ | DATE SIGNED *(Do not type)*

PRINTED NAME AND TITLE OF PERSON SIGNING

ADDRESS
550 South Vermont, 12th Floor
Los Angeles, CA 90020

STATE OF CALIFORNIA

AGENCY NAME
Department of Mental Health

BY *(Authorized Signature)* ✍ | DATE SIGNED *(Do not type)*

PRINTED NAME AND TITLE OF PERSON SIGNING
Terrie Tatosian, Procurement and Contracting Officer
Administrative Services

ADDRESS
1600 9th Street
Sacramento, CA 95814

California Department of General Services Use Only

EXEMPT from Department of General Services Approval Process

☐ Exempt per:

COUNTY/CITY PERFORMANCE CONTRACT - STATE FISCAL YEAR 2005-2006

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ARTICLE I - PERFORMANCE CONDITIONS

Part A - General Assurances and Program Principles

Section 1 - Maintenance of Effort

The County/City is in compliance with the requirements of Welfare and Institutions Code (WIC), § 17608.05.

Section 2 - Administrative Assurances

Article I of this agreement includes the following County/City assurances:

a. When applicable, the County/City shall comply with all requirements necessary for Short–Doyle/Medi–Cal reimbursement for mental health services provided to Medi–Cal eligible individuals, including, but not limited to, the provisions set forth in WIC, § 5718 through 5724. If the County/City has entered into a Contract with the State Department of Mental Health (DMH) under WIC, § 5775, to provide Medi–Cal Specialty Mental Health Services, the County/City shall comply with the requirements of that Contract and the provisions of Title 9, California Code of Regulations (CCR), Division 1, Chapter 11. Medi–Cal Specialty Mental Health Services are those services described in Title 9, CCR, §1810.247 and 1810.345.

b. The County/City attests that the Local Mental Health Board or Commission has reviewed and approved procedures ensuring citizen and professional involvement in the planning process.

c. The County/City shall provide other information required, pursuant to State or Federal statutes.

d. The County/ City shall comply with all requirements to provide mental health services to pupils with disabilities in accordance with California Government Code Chapter 26.5, Division 7, Title 1, and California Code of Regulation Title 2, Division 9, Chapter 1.

e. The County/City is in compliance with the expenditure requirements of WIC, § 5704.5 and 5704.6.

f. The County/City and its subcontractors shall provide services in accordance with all applicable federal and State statutes and regulations.

g. The County/City has a certification review hearing procedure in force, which shall comply with applicable State statutes. (WIC § 5250 et seq.)

h. The County/City assures that all recipients of services are provided information in accordance with provisions of WIC, § 5325 through 5331 pertaining to their rights as patients, and that the County/City has established a system whereby recipients of service may file a complaint for alleged violations of their rights. The County/City further assures compliance with Title VI of the Civil Rights Act of 1964 and Federal regulations at 45 CFR, Parts 80 and 84.

i. The County/City agrees to pursue a culturally competent system of care.

j. The State and the County recognize that, pursuant to Sections 5615 and 5616 of the Welfare and Institutions Code, the Tri-City Mental Health Center exists, receives realignment funding, and provides mental health services to the Tri-City area, which is within Los Angeles County. State and the County agree that, with regard to specialty mental health services not reimbursed through Medi-Cal, as long as the Tri-City Mental Health Center continues to exist and to provide adequate services in its service area, County is not responsible for non-Medi-Cal mental health services in the Tri-City service area. If Tri-City continues in existence, but information indicates that it will be unable to continue providing an adequate range of non-Medi-Cal mental health services in an acceptable manner, State and County agree to meet, confer, and negotiate as to what action or actions, if any, should be taken, including but not limited to what mental health service responsibilities and/or funding, if any, should be shifted to County. If an agreement is reached to shift service responsibilities and funding to the County, this contract shall be amended to implement the agreed upon action or actions.

Section 3 – Routine Information Needs

a. The County/City shall submit Client and Service Information (CSI) data to DMH for the term of this agreement pursuant to WIC, § 5610(a).

   1. The County/City shall report monthly CSI data to DMH within 60 days after the end of the month.
   2. The County/City shall make diligent efforts to minimize errors on the CSI error file.

b. The County/City and its subcontractors shall submit a fiscal year-end cost report, due December 31, 2006, in accordance with WIC, § 5651(a)(4), 5664(a) and (b), 5705(b)(3), 5718(c) and guidelines established by DMH.

Section 4 – Program Principles

DMH and the County/City agree that, to the extent funds are available, the program principles and the array of treatment options shall be in accordance with WIC, § 5600.2 through 5600.9.

Section 5 – Program Reimbursement Methods

Methods of County/City reimbursement are described in Article I, Part B, Section 4 of this agreement during fiscal year 2005-06. If the County participates in Medi-Cal mental health programs or receives Medi-Cal reimbursement for mental health services to Medi-Cal eligible persons, the County shall comply with the requirements and provisions applicable to Medi-Cal Mental Health Managed Care contained or referenced in regulations, policies and statute, and Medi-Cal Mental Health Managed Care Contract.

Section 6 – Utilization Review/Quality Assurance

a. The County/City and its subcontractors shall establish and maintain systems to review the quality and appropriateness of services in accordance with applicable Federal and State statutes and regulations and guidelines operative during the term of this Contract. If the County/City has a Contract with DMH under WIC, § 5775, the County/City shall also comply with the terms of that Contract.

b. DMH may review the existence and effectiveness of the County/City's utilization review systems in accordance with applicable Federal and State laws and regulations. DMH may

review the existence and effectiveness of any utilization review systems of the County/City's subcontractors as necessary.

Section 7 – Performance Outcomes for Realignment Accountability

The County/City agrees to implement California's mental health performance outcomes systems for children and youth, adults, and, older adults.

Section 8 – Restriction of Inpatient Psychiatric Treatment of Minors with Adults

a. The County/City is aware that WIC, § 5751.7 establishes an absolute prohibition against minors being admitted for inpatient psychiatric treatment into the same treatment ward as any adult receiving treatment who is in custody of any jailer for a violent crime, or is a known registered sex offender, or has a known history of, or exhibits inappropriate, sexual or other violent behavior which would present a threat to the physical safety of minors.

b. The County/City agrees to ensure that minors shall not be admitted into inpatient psychiatric treatment with adults if the health facility has no specific separate housing arrangements, treatment staff, and treatment programs designed to serve children or adolescents.

c. If the requirements of 8 b. create an undue hardship for the County/City, the County/City may be granted a waiver if requested. See Attachment A.

d. If the County/City has not been granted a waiver, it must comply with the provision of 8 b.

e. WIC, § 5751.7 delineates a procedure by which a County/City may request a waiver from the Director of DMH. County/City waiver requests may only be submitted at the time this agreement is originally signed and returned to DMH for execution. Attachment A and items 1 and 2 of Attachment A must be completed and affixed to this agreement upon receipt by DMH. See Attachment A for additional submission information.

Section 9 – Assisted Outpatient Treatment Demonstration Project Act of 2002 (AOT)

AB 1421 (Chapter 1017, Statutes of 2002) established the Assisted Outpatient Treatment (AOT) Demonstration Project Act of 2002. Counties/Cities that choose to participate in the program shall be required to comply with all statutory provisions including, but not limited to, the Welfare and Institutions Code Sections 5345 to 5349.5. In addition, participating counties/cities shall be required to submit to DMH any documents that may be requested as part of the Department's statutory responsibilities in accordance with DMH Letter No.: 03-01 dated March 20, 2003.

Part B - Specific Provisions

1. DMH has designated the Deputy Director, Systems of Care, to be its Project Coordinator for all issues relating to Article I Performance Conditions of this Contract. Except as otherwise provided herein, all communication concerning Article I Performance Conditions of this Contract shall be with the Project Coordinator:

   Deputy Director
   Systems of Care
   Department of Mental Health
   1600 9th Street
   Sacramento, CA 95814
   (916) 654-3551

2. DMH shall make allocations to the County/City, in relation to conditions in Article I, from budget sources as follows:

   a. 4440–101–0001(a) COMMUNITY SERVICES – OTHER

   b. 4440–103–0001 MEDI-CAL MENTAL HEALTH MANAGED CARE (except for Sierra County, Berkeley City and Tri-City)

   c. 4440–101–0890 FEDERAL TRUST FUND

   These allocations shall be consistent with the statutory provisions governing their allocation and the County's expenditure of these funds shall be consistent with the statutory provisions governing their expenditure.

3. DMH agrees to make payment to the County/City as follows:

   a. 4440–101–0001(a) COMMUNITY SERVICES – OTHER :
   Upon the effective date of the agreement, completion of the State budget, and negotiated Work Plans, if applicable, DMH shall pay to the County/City, at the beginning of each month, 1/12 of 95 percent of the funds allocated by DMH in accordance with the budget for the current fiscal year for the allocations described in Section 2.a. above. *(WIC 5713)* The remaining 5 percent shall be paid out to the County/City as a result of the year-end cost settlement process.

   b. 4440-103-0001 MEDI-CAL MENTAL HEALTH MANAGED CARE:
   (except for Sierra County, Berkeley City and Tri-City)
   DMH shall pay to the County/City in one lump sum, at the beginning of the contract period, 100% of the funds allocated by DMH in accordance with the budget for the current fiscal year for the allocations described in Section 2.b. above. *(WIC 5778(e))*.

   c. 4440–101–0890 FEDERAL TRUST FUND:
   The County/City agrees that all funds paid out by DMH pursuant to this agreement and any interest accrued locally shall be used exclusively for providing mental health services, including defraying operating and capital costs and allowable County/City overhead. DMH shall pay to the County/City, at the beginning of each month, 1/12 of 100 percent of the funds allocated by DMH in accordance with the budget for the current fiscal year for the allocations described in Section 2.c. above. Monthly payments begin after the renewal application is approved. Payments may be suspended or adjusted if the County/City payment/expenditure ratio is above 15 percent for the quarter. Payments will be

discontinued if the County/City is delinquent in submitting quarterly expenditure reports and/or cost reports, and will resume when the required documents are received.

4. The County/City agrees that if it accepts Federal PATH and/or SAMHSA Block Grant funds, the County/City shall abide by the specific conditions of § 290aa et seq. and Section 300xx et seq. of Title 42 of the United States Code as well as those conditions established by other Federal and State laws, regulations, policies, and guidelines.

5. In November 2004, California voters approved Ballot Proposition 63 and the Mental Health Services Act (MHSA) became state law effective January 1, 2005. The MHSA requires each participating county mental health program that applies for MHSA funding to prepare and submit a three-year work plan, to be updated at least annually, and approved by DMH after review and comment by the Oversight and Accountability Commission. The MHSA further requires that the DMH establish the requirements for the content of the 3-Year County Work Plans.

   DMH has started this process by releasing MHSA planning and funding requirements. In addition, DMH is currently in the process of developing the Community Services and Supports 3-Year Work Plan requirements, as well as Maintenance of Effort requirements. Counties will be responsible for implementing the requirements as posted on the DMH MHSA website, and as described in DMH Notices and Letters.

6. If the County/City chooses to reimburse Short–Doyle/Medi–Cal subproviders or Medi–Cal Specialty Mental Health organizational providers using negotiated rates, the County/City must adhere to the DMH Information Notice, "NEGOTIATED RATES FOR SHORT–DOYLE/MEDI–CAL (SD/MC) SERVICES FOR FISCAL YEAR (FY) 2005–2006." DMH shall issue a final approval letter to the County/City pursuant to the DMH Information Notice. The approval letter shall be binding on the County/City for negotiated rates for FY 2005–06 regardless of the issue date of the letter.

7. Any funds allocated for conditions specified within Article I PERFORMANCE CONDITIONS of this Contract that by Federal or State legislative requirement, regulation or DMH policy are to be expended in specified program categories shall be spent only in accordance with these requirements.

8. Should a dispute arise relating to any issue within Article I PERFORMANCE CONDITIONS of this Contract, the County/City shall, prior to exercising any other remedies which may be available, provide written notice within a thirty–day period of the particulars of such dispute to:

   Deputy Director
   Administrative Services
   Department of Mental Health
   1600 9th Street
   Sacramento, CA 95814

   Such written notice shall contain the Contract number. The Director, or his/her designee, shall meet with the County/City, review the factors in the dispute, and recommend a means of resolving the dispute before a written response is given to the County/City. The Director, or his/her designee, shall provide a written response within thirty days of receipt of the County/City written notice.

9. If the County/City chooses to participate in the Mental Health Medi–Cal Administrative Activities (MAA) claiming process, the County/City agrees to submit claims only for those

activities included and defined in the County/City's Mental Health MAA Claiming Plan as approved by DMH, the Department of Health Services, and the federal Center for Medicare and Medicaid Services (CMS). The County/City agrees to comply with all applicable federal statutes and regulations and, with the exception of the approved MAA activities and claiming polices that are unique for mental health programs, agrees in all other respects to comply with WIC, § 14132.47 and MAA Regulations promulgated by the Department of Health Services in Title 22 of the CCR.

ARTICLE II – LOCAL MENTAL HEALTH PROGRAMS

CHILDREN'S SYSTEM OF CARE (CSOC)

Article 1 – Performance Conditions

Section 1 – Program Reference

Submission of Proposals

Authorized under the Children's Mental Health Services Act, Welfare and Institution (W&I) Codes, § 5850 – § 5883

Title XIX Part B of the Public Health Service Act

Program Description:
The Children's System of Care: An Interagency Enrollee-Based Program (CSOC- IEBP) promotes the development of comprehensive county or regional interagency service systems for seriously emotionally disturbed (SED) children, adolescents and their families. For FY 2005-06, the counties of Stanislaus, Merced, and Monterey are defined as "fully funded" system of care counties. These counties must comply with the requirements under State and federal law by implementing and maintaining:

1. A defined range of interagency services, blended programs and program standards that facilitate appropriate service delivery in the least restrictive environment as close to home as possible. The system should use available and accessible intensive home and school–based alternatives;
2. Defined mechanisms that ensure that services are child–centered and family–focused with parental participation in all aspects of the planning and delivery and evaluation of service;
3. A formalized multi–agency policy and planning committee that collaborates to provide a coordinated, goal-directed system of care for the service populations;
4. A defined interagency case management system designed to ensure identification of appropriate children and youth, and to facilitate services to the defined service populations. The roles and responsibilities of these groups are specified in Interagency Agreements (IA) or Memoranda of Understanding (MOU), or both;
5. A roster of enrolled SED children and youth who have a history of, or are at risk of, out of home placement, hospitalization, incarcerated or school nonattendance who are the focus of this effort;
6. Annual enrolled client and cost performance goals and expected levels of attainment, and,
7. Defined mechanisms to ensure that services are culturally competent.

For FY 2005-06, the following counties are defined as "partially funded": Los Angeles, San Luis Obispo, Humboldt, and Placer.

Counties which are "Partially funded" as defined by DMH will be required to meet those elements of above stated requirements which are agreed upon by DMH and the county as appropriate and achievable considering their specific level of funding through the CSOC-IEBP Scope of Work Plan and Budget Requirements process.

Section 2 – Scope of Work Plan and Budget Requirements

Under § 5855.5 of the W&I Code, the County must submit an annual Scope of Work Plan and corresponding budget and budget narrative for each fiscal year that funding is received for County participation. The CSOC-IEBP Scope of Work Plan should outline the County's major strategies for achieving the overall infrastructure requirements, outcome goals and core activities.

Counties as recipients of SAMHSA Community Mental Health Services Block Grant funds must abide by specific conditions of Title XIX Part B of the Public Health Service Act, as well as those conditions established by other Federal and State laws, regulations, policies, and guidelines. Counties are required to submit an application, prepared in accordance with the SAMHSA Planning Estimate and Renewal Application Instructions. The Block Grant funds are allocated on a formula basis and a competitive basis and include the Base Allocation, Dual Diagnosis Set Aside, and seven Children's System of Care programs.

Section 3 – Accountability

Pursuant to § 5880 of the W&I Code, expected levels of attainment of the CSOC-IEBP include improved child functioning, reduced interactions with juvenile justice, reduced out–of–home placement costs, reduced out–of–home placements of special education pupils, and reduced use of psychiatric hospitals. Assuring quality outcomes for children and youth requires the integration of the activities of multiple child–serving agencies and systems to ensure the provision of necessary services to include mental health, substance abuse, special education, child welfare, social services, public health, and increasingly, juvenile justice services.

The work plans and budgets and any subsequent updates are not attached to the contract but are incorporated herein and made a part hereof by this reference. DMH or the County may update these work plans and budgets periodically as required by program and/or budget directives. DMH shall provide the County with said work plans and budgets under separate cover. The County shall maintain on file all work plans and budgets and any subsequent periodic updates referenced herein.

PROJECTS FOR ASSISTANCE IN TRANSITION FROM HOMELESSNESS (PATH)
BASE PROGRAM

Article 1 - Performance Conditions

Part A - General Assurances and Program Principles

Section 1 - Program Reference

Title V, Part C, § 521 of the Public Health Service Act

Program Description:
Counties receiving federal PATH funds can create new services, as well as augment and enhance services that are currently available to the target population. All PATH funding must pertain to one or more of the following services:

1. Outreach services
2. Screening and diagnostic treatment services
3. Habilitation and rehabilitation services (relating to training and education to improve the individual's functioning in the community)
4. Community mental health services
5. Alcohol and/or drug treatment services
6. Staff training (for individuals who work in shelters, mental health clinics, substance abuse programs, and other sites where individuals require homeless services)
7. Case management services
8. Supportive and supervisory services in residential settings
9. Referrals for primary health services, job training, educational services, and relevant housing services
10. Housing services including: (limited to 20 percent of the PATH grant)
    a. Minor renovation, expansion, and repair of housing
    b. Planning of housing
    c. Technical assistance in applying for housing assistance
    d. Improving the coordination of housing services
    e. Security deposits
    f. Costs associated with matching eligible homeless individuals with appropriate housing situations
    g. One-time rental payments to prevent eviction

Grant payments may not be expended:

a. To support emergency shelters or construct housing facilities.
b. For inpatient psychiatric treatment costs or inpatient substance abuse treatment costs.
c. To make cash payments to intended recipients of mental health or substance abuse services.

DMH awards the PATH base funding to counties based on a legislated formula. The goal of this formula allocation is to provide a stable funding base that the counties can use to develop innovative programs or augment existing programs within their systems of care, as long as the programs meet specific PATH requirements.

In an effort to ensure compliance and ongoing quality improvement in the local mental health programs related to the PATH grant program, policies and procedures have been established. These policies and procedures define the program requirements, process for monitoring and oversight, and technical assistance information. Refer to the PATH Planning Estimate and

Renewal Application for PATH Grant Funds (sent out by DMH as numbered PATH Letter), which shall be sent to the County under separate cover, for applicable policies and procedures.

Annual allocations for County programs operating under the terms and conditions of this contract shall not be determined until final approval of the Budget Act for Fiscal Year 2005-06 and any associated trailer bills that impact program funding. Funding is contingent on the availability of funds and successful compliance with the Work Plan and Budget requirements.

Counties are required to make available (directly or indirectly) nonfederal contributions toward the cost of services in the amount of one dollar ($1) for each three dollars ($3) of federal PATH funds provided. Nonfederal contributions may be in cash or in-kind, fairly evaluated, including plant, equipment, or services. Amounts provided by the federal government, including services assisted or subsidized by the federal government, shall not be included in determining the amount of such nonfederal contributions.

The PATH Planning Estimate and Renewal Application for PATH Grant funds shall be sent to each County under separate cover. This PATH Letter transmits the Planning Estimate Worksheet, which provides the County's proposed total expenditure level for the State Fiscal Year, and the renewal application instructions (with all appropriate forms) for the grant. An application with the required documentation is due to DMH by the date specified in this PATH Letter.

Section 2 – Work Plan and Budget Requirements

In order to receive the formula allocation, the County is required to submit to DMH an annual application or expenditure plan for the PATH Grant funds. The application must include a narrative that details the County's intended use of the funds. In addition, the County application must include signed assurances accepting the grant dollars under the conditions established by governing federal and state laws, regulations and guidelines, as well as specific conditions included in the County application.

Program Narrative:
Refer to the PATH Planning Estimate and Renewal Application for PATH Grant funds (PATH Letter), which shall be sent to the County under separate cover, for specific application submission requirements, including Program Narrative requirements and page limitations.

Program Budget:
In order to receive the formula allocation, the County is required to submit to DMH a Federal Grant Detailed Provider Budget (MH 1779) and separate budget narrative for each program. This form shall be included in the PATH Planning Estimate and Renewal Application for PATH Grant funds (PATH Letter), which shall be sent under separate cover.

Program Goals and Objectives:
See Program Narrative.

DMH shall provide the County with work plans and budgets under separate cover. The work plans and budgets and any subsequent updates are not attached to the contract but are incorporated herein and made a part hereof by this reference. DMH or the County may make mutually agreed upon revisions to these work plans and budgets periodically as required by program and/or budget directives. The County shall maintain on file all work plans and budgets and any subsequent periodic updates.

Section 3 – Accountability

DMH shall monitor the PATH Grant for:

1. Use of funds in accordance with Federal Program Reference Public Law 101–645, 42 U.S.C. 290cc–21 et seq., the Stewart B. McKinney Homeless Assistance Act of 1990, Public Health Services Act, sections 521 through 535.
2. Program design, implementation, and service array (PL 101–645, Public Health Services Act, Part C, Sections 521–525).
3. Use of funds for administrative purposes (State Mental Health 1779 Budget).

Site Visits and Monitoring:
DMH maintains oversight of the PATH Grant funds through a review of the County's application and on–site reviews. DMH shall conduct program performance reviews of the larger County programs through site visits every other year. For other counties, DMH staff with County homeless coordinators and County fiscal staff discuss program progress, with on–site reviews scheduled on an as–needed basis. PATH review criteria are delineated in the Public Health Service Act, Part C, Section 521–535.

Progress Reports:
Each County provides financial reporting on a quarterly basis and also an annual cost report. Demographic and general fiscal information are reported to SAMHSA annually via the on–line Year End PATH Report. This information is, in turn, reported in summary form to DMH.

COMMUNITY MENTAL HEALTH SERVICES GRANT (SAMHSA) BASE PROGRAM

Article I – Performance Conditions

Part A – General Assurances and Program Principles

Section 1 – Program Reference

Title 42 U.S.C. 300x-1 et seq. Part B of the Public Health Service Act

Program Description:
Community Mental Health Services Block Grant funds (known as SAMHSA Block Grant funds) are allocated to 58 Local County mental health agencies. Those mental health agencies provide a broad array of treatment services within their System of Care. These programs are providing services to the following target populations: children and youth with serious emotional disturbances (SED), adults and older adults with serious mental illnesses (SMI).

DMH's goal is to use the Block Grant to assist participating Counties in providing an appropriate level of community mental health services to the most needy residents who have a mental health diagnosis, and/or residents who have a mental health diagnosis with a co–occurring substance abuse disorder. The services are provided through an intensive coordination process and include targeting persons with a mental illness who are: 1) homeless, 2) minorities, or 3) within the criminal justice system.

DMH awards the SAMHSA funding to each County based on a legislated formula. The goal is to provide a stable, flexible, and non–categorical funding base that the Counties can use to develop innovative programs or augment existing programs within their Systems of Care (SOC).

Federal law does not permit the use of SAMHSA funds for any of the following purposes:
- To provide inpatient services
- To make cash payments to intended recipients of health services
- To purchase or improve land, purchase, construct, or permanently improve (other than minor remodeling) any building or other facility, or purchase major medical equipment
- To satisfy any requirement for the expenditure of non–Federal funds as a condition for the receipt of federal funds
- To provide financial assistance to any entity other than a public or nonprofit private entity

In an effort to ensure compliance and ongoing quality improvement in the local mental health programs related to funding provided to them by the SAMHSA Block Grant program, policies and procedures have been established. Refer to the SAMHSA Planning Estimate and Renewal Application for SAMHSA Block Grant funds (sent out by DMH as a numbered SAMHSA Letter), which shall be sent to the County under separate cover, for applicable policies and procedures.

Annual allocations for County programs operating under the terms and conditions of this contract shall not be determined until final approval of the Budget Act for FY 2005-06 and any associated trailer bills that impact program funding. Funding is contingent on the availability of funds and successful compliance with the Work Plan and Budget requirements.

Federal SAMHSA Funds: The SAMHSA Planning Estimate and Renewal Application for SAMHSA Block Grant funds shall be sent to each County under separate cover. This SAMHSA Letter shall transmit the Planning Estimate Worksheet, which provides the County's proposed total expenditure level for the State Fiscal Year, and the renewal application instructions (with all

appropriate forms) for the Block Grant. Payments shall not be made until all documents are received and the application has been approved.

Section 2 – Work Plan And Budget Requirements

In order to receive the formula allocation, the County is required to submit to DMH an annual application and expenditure plan for the SAMHSA Block Grant funds. The application must include a narrative that details the County intended use of the funds. In addition, the County application must include a Federal Grant Detailed Provider Budget for each program and signed assurances accepting the Block Grant dollars under the conditions established by governing Federal and State laws, regulations and guidelines, as well as specific conditions included in their County application.

Program Narrative:
Refer to the SAMHSA Planning Estimate and Renewal Application for SAMHSA Block Grant funds (SAMHSA Letter), which shall be sent to the County under separate cover, for specific application submission requirements, including Program Narrative requirements and page limitations.

DMH shall provide the County with work plans and budgets under separate cover. The work plans and budgets and any subsequent updates are not attached to the contract but are incorporated herein and made a part hereof by this reference. DMH or the County may make mutually agreed upon revisions to these work plans and budgets periodically as required by program and/or budget directives. The County shall maintain on file all work plans and budgets and any subsequent periodic updates.

Section 3 – Accountability

Federal law requires that Federal grant recipients substantiate their own and their sub–recipients' compliance with the use of federal grant funds. Pursuant to Public Laws (PL) 98–509, 100–690 and 102–321, DMH, as the recipient of Substance Abuse and Mental Health Services Administration (SAMHSA) Federal Block Grant funds, shall monitor sub–recipient grant programs for compliance with Federal and State requirements, on which the grants are contingently allocated.

Site Visits and Monitoring:
DMH maintains oversight of the SAMHSA Grant funds through a review of the County's application and on–site Program Performance Reviews.

Progress Reports:
Each County is required to provide financial reporting on a quarterly basis as well as an annual cost report. Expenditure Reports are provided to SAMHSA annually by DMH.

INTEGRATED SERVICES FOR HOMELESS ADULTS WITH SEVERE MENTAL ILLNESS - AB 34, AB 2034 AND AB 334

Article I - Performance Conditions

Part A - General Assurances And Program Principles

Section 1 - Program Reference

AB 34 – Chapter 617, Statutes of 1999
AB 2034 – Chapter 518, Statutes of 2000
AB 334 – Chapter 454, Statutes of 2001
Welfare & Institutions Code § 5804, 5806, 5807, 5809, 5811, 5814, & 5814.5

Program Description:
Programs established pursuant to AB 34/2034/334, deliver integrated comprehensive services to a target population that includes adults and young adults (18 to 25 years of age) with serious mental illness who are homeless or at risk of homelessness, recently released from a County jail or state prison, or others who are untreated, unstable or at imminent risk of incarceration or homelessness unless treatment is provided. Planned services for this target population include providing housing for clients that is immediate, transitional, permanent, or all of these.

Additional services to be provided include but are not limited to outreach, supported housing and employment, alcohol and drug services, transportation, mental health services including medications, referrals to other physical healthcare, money management assistance including accessing and obtaining federal income and housing supports and/or Medi-Cal/Medicare insurance, and linkage to veterans' services. AB 34/2034/334 programs also provide outreach and services to adults voluntarily or involuntarily hospitalized due to severe mental illness and require that the program's service planning and delivery process provide for persons who have been suffering from an untreated serious mental illness for less than one year. Adult System of Care programs require detailed monthly data collection and reporting that is focused on client and system outcomes and is unique to these programs.

Annual allocations for County/City programs operating under the terms and conditions of this contract shall not be determined until final approval of the Budget Act for Fiscal Year 2005-06 and any associated trailer bills that impact program funding. Funding is contingent on the availability of funds and successful compliance with the Work Plan and Budget requirements.

Section 2 - Work Plan and Budget Requirements

Ongoing Programs:
A county/city annual work plan, or update, if applicable, is required from ongoing programs within timeframes identified by DMH. These plans, or updates, if applicable, include, but may not be limited to: project narratives describing the target population to be served and program goals and strategies; a description of the services to be provided including any changes from the previous year; a general description of program staff available (County/City and contract) including information about the staff to client ratio for Personal Services Coordinators; a specific description of certain program elements (24/7 coverage, housing, employment, collaboration with other agencies, etc.); a description of the County/City's data collection and reporting process; and a line-item budget. These work plan, or update, if applicable, requirements may vary from year to year and may be customized for each County/City depending on past program performance. Guidelines for work plan, or update, if applicable, and budget submissions shall be provided by DMH annually under separate cover.

The work plans and budgets and any subsequent updates are not attached to the contract but are incorporated herein and made a part hereof by this reference. DMH or the County/City may update these work plans and budgets periodically as required by program and/or budget directives. DMH shall provide the County/City with said work plans and budget directives under separate cover. The County/City shall maintain on file all work plans and budgets and any subsequent periodic updates referenced herein.

Section 3 - Accountability

Data Information and Reporting:
Pursuant to W & I Code, § 5814 (b), each County/City selected to receive a grant pursuant to this section shall provide data as the department may require, that documents client and system outcomes associated with clients enrolled in these adult system of care programs. All programs shall be required to submit monthly data as required within specified DMH timelines. Additional information shall be provided by County/City programs within specified timelines, when requested by DMH.

Site Visits and Monitoring:
Pursuant to W & I Code, § 5804 (c), 5805 & 5806, DMH shall monitor program performance through review of annual work plan documents, review of outcome data reported, site reviews, on–going communication with local program staff, attendance at meetings and trainings, and other continuing events. Local programs shall comply with monitoring requirements and assist DMH program staff by actively participating in monitoring activities.

Article III - General Provisions

A. Term

The term of the Fiscal Year 2005-06 County/City Performance Contract shall be July 1, 2005, through June 30, 2006.

B. Budget Contingencies

All parties agree that the Contract is based upon the following:

1. Federal Budget
   a. It is mutually understood between the parties that this Contract may have been written before ascertaining the availability of congressional appropriation of funds. This was done to avoid program and fiscal delays, which would occur if it were written after that determination was made.
   b. It is mutually agreed that, if the Congress does not appropriate sufficient funds for the program, the State has the option to void the Contract or to amend the Contract to reflect any reduction of funds. Such amendment, however, shall require County/City approval.
   c. The Contract is subject to any additional restrictions, limitations, or conditions enacted by the Congress or any statute enacted by the Congress which may affect the provisions, terms, or funding of this Contract in any manner.
   d. The State and the County/City agree that if Congress enacts such changes during the term of this Contract, both parties shall meet and confer to renegotiate the terms of this Contract affected by the restrictions, limitations, conditions, or statute enacted by Congress.
2. State Budget
   a. This Contract is subject to any restrictions, limitations, or conditions enacted by the Legislature and contained in the Budget Act or any statute enacted by the Legislature which may affect the provisions, terms, or funding of this Contract in any manner. The State and the County/City mutually agree that if statutory or regulatory changes occur during the term of this Contract which affect this Contract, both parties may renegotiate the terms of this Contract affected by the statutory or regulatory changes.
   b. This Contract may be amended upon mutual consent of the parties. A duly authorized representative of each party shall execute such amendments.
   c. It is mutually agreed that if the Budget Act does not appropriate sufficient funds for the program, this Contract shall be void and have no further force and effect. In such an event, the State shall have no further liability to pay any funds whatsoever to the County/City or to furnish any other considerations under this Contract, and the County/City shall not be obligated to perform any provisions of this Contract or to provide services intended to be funded pursuant to this Contract.
3. General Terms and Conditions
   a. APPROVAL: This Agreement is of no force or effect until signed by both parties and approved by the Department of General Services, if required. Contractor may not commence performance until such approval has been obtained.
   b. AMENDMENT: No amendment or variation of the terms of this Agreement shall be valid unless made in writing, signed by the parties and approved as required. No oral understanding or Agreement not incorporated in the Agreements is binding on any of the parties.
   c. ASSIGNMENT: This Agreement is not assignable by the Contractor, either in whole or in part, without the consent of the State in the form of a formal written amendment.
   d. AUDIT: Contractor agrees that the awarding department, the Department of General Services, the Bureau of State Audits, or their designated representative shall have the right to review and to copy any records and supporting documentation pertaining to the performance of this Agreement. Contractor agrees to maintain such records for

possible audit for a minimum of three (3) years after final payment, unless a longer period of records retention is stipulated. Contractor agrees to allow the auditor(s) access to such records during normal business hours and to allow interviews of any employees who might reasonably have information related to such records. Further, Contractor agrees to include a similar right of the State to audit records and interview staff in any subcontract related to performance of this Agreement. (GC 8546.7, PCC 10115 et seq., CCR Title 2, Section 1896).

e. INDEMNIFICATION: Contractor agrees to indemnify, defend and save harmless the State, its officers, agents and employees from any and all claims and losses accruing or resulting to any and all contractors, subcontractors, suppliers, laborers, and any other person, firm or corporation furnishing or supplying work services, materials, or supplies in connection with the performance of this Agreement, and from any and all claims and losses accruing or resulting to any person, firm or corporation who may be injured or damaged by Contractor in the performance of this Agreement.
f. DISPUTES: Contractor shall continue with the responsibilities under this Agreement during any dispute.
g. TERMINATION FOR CAUSE: The State may terminate this Agreement and be relieved of any payments should the Contractor fail to perform the requirements of this Agreement at the time and in the manner herein provided. In the event of such termination the State may proceed with the work in any manner deemed proper by the State. All costs to the State shall be deducted from any sum due the Contractor under this Agreement and the balance, if any, shall be paid to the Contractor upon demand.
h. INDEPENDENT CONTRACTOR: Contractor, and the agents and employees of Contractor, in the performance of this Agreement, shall act in an independent capacity and not as officers or employees or agents of the State.
i. CERTIFICATION CLAUSES: The CONTRACTOR CERTIFICATION CLAUSES contained in the document CCC201 are hereby incorporated by reference and made a part of this Agreement by this reference as if attached hereto.
j. TIMELINESS: Time is of the essence in this Agreement.
k. GOVERNING LAW: This contract is governed by and shall be interpreted in accordance with the laws of the State of California.
l. UNENFORCEABLE PROVISION: In the event that any provision of this Agreement is unenforceable or held to be unenforceable, then the parties agree that all other provisions of this Agreement have force and effect and shall not be effected thereby.

C. Confidentiality

The parties to this agreement shall comply with applicable laws and regulations, including but not limited to Sections 14100.2 and 5328 et seq. of the Welfare and Institutions Code, Section 431.300 et seq. of Title 42, Code of Federal Regulations, and the Health Insurance Portability and Accountability Act (HIPAA), including but not limited to Section 1320 D et seq, of Title 42, United States Code and it's implementing regulations (including but not limited to Title 45, CFR, Parts 142, 160, 162 and 164) regarding the confidentiality of patient information.

1. Contractor will not disclose data or documents or disseminate the contents of the final or any preliminary report without express permission of the Project Manager.
2. Permission to disclose information or documents on one occasion or at public hearings held by DMH relating to the same shall not authorize Contractor to further disclose such information or documents on any other occasion.
3. Contractor will not comment publicly to the press or any other media regarding the data or documents generated, collected, or produced in connection with this contract, or DMH's actions on the same, except to the DMH staff, Contractor's own personnel involved in the performance of this Contract, at a public hearing, or in response to questions from a legislative committee.

4. If requested by DMH, Contractor shall require each of it employees or officers who will be involved in the performance of this Contract to agree to the above terms in a form to be approved by DMH and shall supply DMH with evidence thereof.
5. Each subcontract shall contain the foregoing provisions related to the confidentiality of data and nondisclosure of the same.
6. After any data or documents submitted has become a part of the public records of the State, Contractor may, if it wishes to do so, at its own expense and upon approval by the Project Manager, publish or utilize the same but shall include the following Legal Notice:

Legal Notice

> This report was prepared as an account of work sponsored by the Department of Mental Health, but does not necessarily represent the views of the Department or any of its employees except to the extent, if any, that it has formally been approved by the Department. For information regarding any such action, communicate directly with the Department at P.O. Box 952050, Sacramento, California, 94252-2050. Neither said Department nor the State of California, nor any officer or employee thereof, or any of its contractors or subcontractors makes any warranty, express or implied, or assumes any legal liability whatsoever for the contents of this document. Nor does any party represent that use of the data contained herein would not infringe upon privately-owned rights without obtaining permission or authorization from any party who has any rights in connection with the data.

7. For contracts involving clients and information regarding clients, Contractor shall protect from unauthorized disclosure, names and other identifying information concerning persons receiving services pursuant to this contract, except for statistical information not identifying any client. Contractor shall not use such identifying information for any purpose other than carrying out Contractor's obligations under this contract.
8. Contractor shall not disclose, except as otherwise specifically permitted by this contract or authorized by either law and/or the client, any such identifying information to anyone other than DMH without prior written authorization from DMH.
9. For purposes of this section, identity shall include but not be limited to name, identifying number, symbol or other identifying piece of personal and/or health information assigned to the individual, such as and including a finger or voice print or a photograph which can be used to identify the individual person.
10. Notification of Electronic Breach or Improper Disclosure: During the term of this Agreement, Contractor shall notify DMH, immediately upon discovery of any breach of Protected Health Information (PHI) and/or data, where the information and/or data is reasonably believed to have been acquired by an unauthorized person. Immediate notification shall be made to the DMH Information Security Officer within one business day at (916) 654-2378. Written notice shall be provided to the DMH Information Security Officer, postmarked within two (2) business days of discovery to the address below. Contractor shall take prompt corrective action to cure any deficiencies and any action pertaining to such unauthorized disclosure required by applicable Federal and State laws and regulations. Contractor shall investigate such breach and provide a written report of the investigation to the DMH Information Security Officer, postmarked within thirty (30) working days of the discovery of the breach to the address below:

Information Security Officer
Office of HIPAA Compliance
California Department of Mental Health
1600 9th Street, Room 150
Sacramento, CA 95814

11. The County/City shall protect, from unauthorized disclosure, names and other identifying information concerning persons receiving services pursuant to this Contract, except for statistical information. This pertains to any and all persons receiving services pursuant to a DMH-funded program. The County/City shall not use such identifying information for any purpose other than carrying out The County/City's obligations under this Contract.
12. The County/City shall not disclose, except as otherwise specifically permitted by this Contract, authorized by law or authorized by the client/patient, any such identifying information to anyone other than the State without prior written authorization from the State in accordance with State and Federal Laws.
13. For purposes of the above paragraphs, identifying information shall include, but not be limited to, name, identifying number, symbol, or other identifying particular assigned to the individual, such as finger or voice print, or a photograph.
14. Contractor will retain no copies of such PHI, or, if return or destruction is not feasible, continue to extend the protections of these Provisions to such information, and limit further use of such PHI to those purposes that make the return or destruction of such PHI infeasible.

D. Nondiscrimination

1. The State and the County/City shall not employ any unlawful discriminatory practices in the admission of patients, assignment of accommodations, treatment, evaluation, employment of personnel, or in any other respect on the basis of race, color, gender, religion, marital status, national origin, age, sexual preference, or mental or physical handicap, in accordance with the requirements of applicable Federal or State law.
2. During the performance of this Contract, the County/City and its subcontractors shall not unlawfully discriminate against any employee or applicant for employment because of race, religion, color, national origin, ancestry, mental or physical handicap, medical condition, marital status, age, or sex. The County/City and subcontractors shall comply with the provisions of the Americans with Disabilities Act of 1990, the Fair Employment and Housing Act (Government Code, Section 12900 et seq.), and the applicable regulations promulgated there under (Title 2, CCR, Section 7285 et seq.). The County/City shall ensure that the evaluation and treatment of their employees and applicants for employment are free of such discrimination. The applicable regulations of the Fair Employment and Housing Commission implementing Government Code, Section 12990, set forth in Chapter 5, Division 4 of Title 2 of the CCR are incorporated into this Contract by reference and made a part hereof as if set forth in full. The County/City and its subcontractors shall give written notice of their obligations under this clause to labor organizations with which they have a collective bargaining or other agreement.
3. The County/City shall comply with the provisions of Section 504 of the Rehabilitation Act of 1973, as amended, pertaining to the prohibition of discrimination against qualified handicapped persons in all federally assisted programs or activities, as detailed in regulations signed by the Secretary of Health and Human Services Agency, effective June 2, 1977, and found in the Federal Register, Volume 42, No. 86, dated May 4, 1977.
4. The County/City shall include the nondiscrimination and compliance provisions of this Contract in all subcontracts to perform work under this Contract.
5. The County/City assures the State that it complies with the Americans with Disabilities Act (ADA) of 1990, (42 U.S.C. 12101 et seq.), which prohibits discrimination on the basis of disability, as well as all applicable regulations and guidelines issued pursuant to the ADA.

E. Statement of Compliance

The County/City agrees, unless specifically exempted, to comply with Government Code Section 12900 (a–f) and Title 2, Division 4, Chapter 5 of the CCR in matters relating to reporting requirements and the development, implementation and maintenance of a Nondiscrimination Program. County/City agrees not to unlawfully discriminate, harass or allow harassment against any employee or applicant for employment because of sex, race, color, ancestry, religious creed, national origin, physical disability (including HIV and AIDS), mental disability, medical condition (cancer), age (over 40), marital status, and denial of family care leave.

F. Patients' Rights

The parties to this 2005-06 County/City Performance Contract shall comply with applicable laws, regulations and State policies relating to patients' rights.

G. Record Keeping

1. The County/City agrees to maintain books, records, documents, and other evidence necessary to facilitate contract monitoring and audits pursuant to Section 640, Title 9, of the CCR and DMH policy.
2. The County/City agrees that the State shall have access to facilities, programs, documents, records, staff, clients/patients, or other material or persons the State deems necessary to monitor and audit services rendered.

H. Relationship of the Parties

The State and the County/City are, and shall at all times be deemed to be, independent agencies. Each party to this Agreement shall be wholly responsible for the manner in which it performs the services required of it by the terms of this Standard Agreement. Nothing herein contained shall be construed as creating the relationship of employer and employee, or principal and agent, between the parties or any of their agents or employees. Each party assumes exclusively the responsibility for the acts of its employees or agents as they relate to the services to be provided during the course and scope of their employment. The State, its agents and employees, shall not be entitled to any rights or privileges of County/City employees and shall not be considered in any manner to be County/City employees. The County/City, its agents and employees, shall not be entitled to any rights or privileges of State employees and shall not be considered in any manner to be State employees.

I. Reports

1. Any products or reports, which are produced pursuant to this Contract, shall name the Department of Mental Health, the Contract number, and the dollar amount of the Contract (Government Code, Section 7550).
2. The State reserves the right to use and reproduce all reports and data produced and delivered pursuant to this Contract, and reserves the right to authorize others to use or reproduce such materials, unless of a confidential nature.

J. Severability

If any provision of this Contract or application thereof to any person or circumstance shall be declared invalid by a court of competent jurisdiction, or is found by a court to be in contravention of any Federal or State law or regulation, the remaining provisions of this Contract or the application thereof shall not be invalidated thereby and shall remain in full force and effect, and to that extent the provisions of this Contract are declared severable.

K. Subcontracting

The County/City agrees to place in each of its subcontracts, which are in excess of $10,000 and utilize State funds, the following provision: "The contracting parties shall be subject to the examination and audit of the Auditor General for a period of three years after final payment under Contract (Government Code, Section 8546.7)". The County/City shall also be subject to

the examination and audit of the Auditor General for a period of three years after final payment under Contract (Government Code, Section 8546.7).

L. Waiver of Default

Waiver of any default shall not be deemed to be a waiver of any subsequent default. Waiver of breach of any provision of this Standard Agreement shall not be deemed to be a waiver of any other or subsequent breach, and shall not be construed to be a modification of the terms of this Contract.

M. Drug free Workplace Certification

By signing this Contract, the Contractor hereby certifies under penalty of Perjury under the laws of the State of California that the Contractor shall comply with the requirements of the Drug–Free Workplace Act of 1990 (Government Code Section 8350 et seq.) and shall provide a drug–free workplace doing all of the following:

A. Publish a statement notifying employees that unlawful manufacture, distribution, dispensation, possession, or use of a controlled substance is prohibited and specifying actions to be taken against employees for violations, as required by Government Code Section 8355(a).
B. Establish a Drug–Free Awareness Program as required by Government Code Section 8355(a), to inform employees about all of the following:
    1. the dangers of drug abuse in the workplace,
    2. the person's or organization's policy of maintaining a drug–free workplace,
    3. any available counseling, rehabilitation and employee assistance programs, and
    4. penalties that may be imposed upon employees for drug abuse violations.
C. Provide as required by Government Code Section 8355(a) that every employee who works on the proposed contract or grant:
    1. shall receive a copy of the company's drug–free policy statement, and
    2. shall agree to abide by the terms of the company's statement as a condition of employment on the contract or grant.

Failure to comply with these requirements may result in suspension of payments under the Contract or termination of the Contract or both and the Contractor may be ineligible for award of any future state contracts if DMH determines that any of the following has occurred: (1) the contractor has made a false certification or, (2) violates the certification by failing to carry out the requirements as noted above.

N. Child Support Compliance

1. The Contractor recognizes the importance of child and family support obligations and shall fully comply with all applicable state and federal laws relating to child and family support enforcement, including, but not limited to, disclosure of information and compliance with earnings assignment orders, as provided in Chapter 8, commencing with Section 5200, of Part 5 of Division 9 of the Family Code.
2. The Contractor, to the best of its knowledge, is fully complying with the earnings assignment orders of all employees and is providing the names of all new employees to the New Hire Registry maintained by the California Employment Development Department.

ATTACHMENT A

Request For Waiver Pursuant To Section 5751.7 Of The Welfare and Institutions Codes

_____ hereby requests a waiver for the following public or private health facilities pursuant to Section 5751.7 of the Welfare and Institutions Code for the term of this contract. These are facilities where minors may be provided psychiatric treatment with nonspecific separate housing arrangements, treatment staff, and treatment programs designed to serve minors.

The request for waiver must include, as an attachment, the following:
1. A description of the hardship to the County/City due to inadequate or unavailable alternative resources that would be caused by compliance with the state policy regarding the provision of psychiatric treatment to minors.
2. The specific treatment protocols and administrative procedures established by the County/City for identifying and providing appropriate treatment to minors admitted with adults.

Execution of this contract shall constitute approval of this waiver. Any waiver granted in the prior fiscal year's contract shall be deemed to continue until execution of this contract.

ATTACHMENT B

COUNTY OPERATIONS NORTH & SOUTH REGIONAL LISTING
DEPARTMENT OF MENTAL HEALTH
John Lessley, Chief
Phone: (916) 654-3535/ Email: John.Lessley@dmh.ca.gov

NORTH/BAY REGIONS

Kathleen Carter (Regional Lead) **(916) 651-6613**
Butte, Colusa, Del Norte, Lake, Mendocino, Nevada, Plumas, Trinity
Kathleen.Carter@dmh.ca.gov

Harold Curtis **(916) 654-1206**
Glenn, Humboldt, Shasta, Siskiyou, Tehama
Harold.Curtis@dmh.ca.gov

Iris Frazier **(916) 651-9867**
Butte (co-liason w/Kathleen Carter), Inyo, Lassen, Modoc
Iris.Frazier@dmh.ca.gov

David Jones (Regional Lead) **(916) 654-3623**
Contra Costa, Marin, Solano, Santa Clara, Santa Cruz, Sonoma
David.Jones@dmh.ca.gov

Peter Best **(916) 657-3487**
Alameda, Monterey, Napa, San Benito, San Francisco, San Mateo
Peter.Best@dmh.ca.gov

SOUTH/CENTRAL REGIONS

Eddie Gabriel (Regional Lead) **(916) 654-3263**
Imperial, Orange, Los Angeles, Sacramento, San Diego, Ventura
Eddie.Gabriel@dmh.ca.gov

Troy Konarski (Regional Lead) **(916) 654-2643**
Kern, Riverside, San Bernardino, San Luis Obispo. Santa Barbara
Troy.Konarski@dmh.ca.gov

Linda Brophy **(916) 654-7357**
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Gary Grice **(916) 651-6090**
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Donna Ures **(916) 653-2634**
El Dorado, Placer, Sierra, San Joaquin, Sutter-Yuba, Yolo
Donna.Ures@dmh.ca.gov

ATTACHMENT II

RESOLUTION OF
THE BOARD OF SUPERVISORS OF
COUNTY OF LOS ANGELES
STATE OF CALIFORNIA

Now, Therefore, Be It Resolved that the Board of Supervisors of the County of Los Angeles, does hereby authorize Marvin J. Southard, D.S.W., Director of Mental Health, to sign the County Performance Contract No. 05-75022-000 with the State of California for Fiscal Year 2005-2006.

The foregoing Resolution was adopted on the ____ day of _____, 2006, by the Board of Supervisors of the County of Los Angeles, and ex-officio the governing body of all other special assessment and taxing districts, agencies and authorities, for which said Board so acts.

JOANNE STURGES, Acting Executive Officer
Board of Supervisors of the
County of Los Angeles

By _____
Deputy

_____
Mayor, Board of Supervisors

APPROVED AS TO FORM:
Office of the County Counsel

By _____
Assistant County Counsel

MI:c:\My documents\perf contract fy 2005-2006\resolution