COUNTY OF LOS ANGELES

MARVIN J. SOUTHARD, D.S.W.
*Director*

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*BOARD OF SUPERVISORS*
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DEPARTMENT OF MENTAL HEALTH

http://dmh.co.la.ca.us

May 29, 2003

ADOPTED
BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

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JUN 10 2003

VIOLET VARONA-LUKENS
EXECUTIVE OFFICER

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

Dear Supervisors:

**AUTHORIZATION FOR RECEIPT OF ADDITIONAL SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION FEDERAL BLOCK GRANT FUNDS**
**AND**
**APPROVAL OF REQUEST FOR APPROPRIATION ADJUSTMENT FOR FISCAL YEAR 2002-2003**
**(ALL SUPERVISORIAL DISTRICTS)**
**(4 VOTES)**

**IT IS RECOMMENDED THAT YOUR BOARD:**

1. Authorize the receipt of an additional, one-time only allocation totaling $488,589 in Substance Abuse and Mental Health Services Administration (SAMHSA) Federal Block Grant (FBG) funds for Fiscal Year (FY) 2002-2003. Of this total, $200,000 will be expended for consumer/family support activities and $288,589 for enhanced mental health services. The State Department of Mental Health (SDMH), as identified in the allocation worksheet (Attachment I), will disburse these additional funds.

2. Approve the Request for Appropriation Adjustment for $200,000 only for FY 2002-2003 (Attachment II). This appropriation increase is fully funded with SAMHSA FBG funds. This will provide the Department of Mental Health (DMH) with additional spending authority to augment mental health services to mental health consumers and their families.

## PURPOSE/JUSTIFICATION OF RECOMMENDED ACTIONS

Board approval is required to authorize the receipt of these additional, one-time only SAMHSA FBG funds and DMH's additional spending authority for the augmentation of consumer/family support activities. On December 10, 2002, the Director of Mental Health received notification from SDMH of the first augmentation of $200,000 in one-time only SAMHSA FBG funds for FY 2002-2003 for consumer/family support activities. Subsequently, on May 15, 2003, the Director of Mental Health received another SDMH notification of the second augmentation of $288,589 in one-time only SAMHSA FBG for FY 2002-2003.

### Implementation of Strategic Plan Goals

The recommended Board actions are consistent with the County's Programmatic Goal 7, Health and Mental Health, within the Countywide Strategic Plan. These augmented services will be accessible and integrated into a comprehensive service delivery system through the collaboration of government agencies, private agencies, and community-based organizations.

## FISCAL IMPACT/FINANCING

SDMH has allocated Los Angeles County a total of $14,292,125, including the one-time only augmentation of $488,589, in SAMHSA FBG funds for FY 2002-2003 for the provision of mental health services to seriously mentally ill (SMI) adults and older adults and seriously emotionally disturbed (SED) children. The SAMHSA initial allocation for Los Angeles County was $13,803,536 for FY 2002-2003. This amount is included in DMH's FY 2002-2003 Adopted Budget. There will be no increase in net County cost.

An Appropriation Adjustment for FY 2002-2003 is required in the amount of $200,000 only for consumer/family support activities and is fully funded with SAMHSA FBG funds.

As noted on the SDMH allocation worksheet (Attachment I), the gross expenditure level for FY 2002-2003 includes $2,204,030 in SFY 2001-2002 County rollover funds. Of this amount, $1,230,000 was provided to contractors early in FY 2002-2003, as approved by your Board on August 20, 2002. The remaining $974,030 creates savings in FY 2002-2003, which will be rolled forward to FY 2003-2004 under current SDMH policy. DMH will include in the final FY 2003-2004 Budget action an expenditure plan for these savings.

## FACTS AND PROVISIONS/LEGAL REQUIREMENTS

SAMHSA FBG funds are used to provide integrated services to SMI adults and older adults, SED children, consumers and their families. To receive the SAMHSA FBG allocation and additional revenue, Board approval is required. Pursuant to SDMH instructions, the SAMHSA FBG renewal application was approved by your Board on September 17, 2002 and reviewed by the Mental Health Commission on September 26, 2002.

On December 10, 2002, and May 15, 2003, DMH received notification from SDMH of two additional, one-time only allocations, $200,000 and $288,589, respectively, in SAMHSA FBG funds to enhance mental health services. Due to SDMH's recent and delayed notification of additional and specific instructions for the expenditure of the one-time only $200,000 allocation for consumer/family support activities as well as late notification of the additional, one-time only $288,589 augmentation, DMH will roll forward these amounts into FY 2003-2004 for expenditure in accordance with SDMH guidelines.

The proposed actions have been reviewed by the Chief Administrative Office, County Counsel, and DMH's Program and Financial Services administration.

## CONTRACTING PROCESS

Subsequent to the adoption of this Board Letter and additional instructions from SDMH, DMH will implement necessary action to enhance mental health services.

## IMPACT ON CURRENT SERVICES

SAMHSA FBG funds are used to enhance existing mental health programs and implement new services, as deemed necessary.

**CONCLUSION**

The Department of Mental Health will need one (1) copy of the adopted Board action. It is requested that the Executive Officer, Board of Supervisors, notify the Department of Mental Health's Contracts Development and Administration Division at (213) 738-4684, when this document is available.

Respectfully submitted,

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

MJS:RK:KT:RB

Attachments (2)

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

# ATTACHMENT I

State of California
Department of Mental Health

ENCLOSURE I
Health and Human Services Agency

**SAMHSA BLOCK GRANT ALLOCATION WORKSHEET**
MH 1772A (9/94)

STATE FISCAL YEAR 2002-2003 FEDERAL CATALOG NO. 93.958

COUNTY LOS ANGELES REVISION NUMBER 3

The State Department of Mental Health (DMH), under provisions of 42 United States Code, Sections 300x et. seq., as it read on January 1, 1992, and as amended by P. L. 106-310, and the State Budget Act of 2002 (Chapter 379, Statutes of 2002), is authorized to allocate the mental health portion of the Federal Substance Abuse and Mental Health Services Administration (SAMHSA) Block Grant funds to counties for State Fiscal Year (SFY) 2002-2003. Please note that these allocation amounts are subject to further adjustments, as amounts are identified, which include, but are not limited to, Gramm-Rudman reductions, prior years' audit recoveries, retained unexpended amounts, etc. Your allocation is identified below.

| | | |
|---|---|---|
| I. GROSS EXPENDITURE LEVEL | | |
| A. SAMHSA Block Grant Funding Base | | $11,470,129 |
| B. AB 3015 RFP Children's Program | | $1,012,034 |
| C. Supportive Housing Demonstration Project | | $158,500 |
| D. Dual-Diagnosis Set-Aside | | $1,162,873 |
| E. Consumer/Family Support Activities | | $200,000 |
| F. SFY 2001-02 County Rollover Funds | | $2,204,030 |
| G. Additional Funding - One Time Only | | $288,589 |
| H. Total Authorized Gross Expenditure Level | | $16,496,155 |
| II. REIMBURSEMENT ADJUSTMENT(S) | | |
| A. SFY 2001-02 County Rollover Funds | < $2,204,030 > | |
| B. | | |
| C. Total Adjustments | | < $2,204,030 > |
| III. NET ALLOCATION REIMBURSABLE | | $14,292,125 |

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PURPOSE: Revised Allocation DATE: April 15, 2003

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I, the undersigned, have accepted the Federal SAMHSA Block Grant funds for the county under those conditions established by governing federal and state laws, policies, regulations, and guidelines as well as the specific conditions included in the County Application.

County Mental Health Director

5/20/03
Date

# ATTACHMENT II

BOARD OF SUPERVISORS OFFICIAL COPY

76R 352M (11/83)

COUNTY OF LOS ANGELES

## REQUEST FOR APPROPRIATION ADJUSTMENT

DEPT'S. NO. 435

DEPARTMENT OF MENTAL HEALTH

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AUDITOR-CONTROLLER.

THE FOLLOWING APPROPRIATION ADJUSTMENT IS DEEMED NECESSARY BY THIS DEPARTMENT. WILL YOU PLEASE REPORT AS TO ACCOUNTING AND AVAILABLE BALANCES AND FORWARD TO THE CHIEF ADMINISTRATIVE OFFICER FOR HIS RECOMMENDATION OR ACTION.

**ADJUSTMENT REQUESTED AND REASONS THEREFOR**

4 - VOTES

SOURCES:

Department of Mental Health
Revenue - SAMHSA Block Grant
A01-MH-20500-9001
$200,000

USES:

Department of Mental Health
Services & Supplies
A01-MH-20500-2000
$200,000

This appropriation adjustment is requested to increase Services & Supplies to provide the Department of Mental Health (DMH) with additional spending authority to augment mental health services to mental health consumers and their families. There is no net County cost.

MARVIN J. SOUTHARD, D.S.W.

Director of Mental Health

CHIEF ADMINISTRATIVE OFFICER'S REPORT

REFERRED TO THE CHIEF ADMINISTRATIVE OFFICER FOR — ACTION

✓ RECOMMENDATION

AUDITOR-CONTROLLER NO. 256

BY [signature] MAY 22 2003

APPROVED AS REQUESTED ✓ AS REVISED

22 MAY 2003

DAVID E. JANSSEN
CHIEF ADMINISTRATIVE OFFICER

APPROVED (AS REVISED): BOARD OF SUPERVISORS

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BY

DEPUTY COUNTY CLERK