

COUNTY OF LOS ANGELES – DEPARTMENT OF MENTAL HEALTH

F A C T S H E E T

**APPROVAL OF AMENDMENT TO LEGAL ENTITY
MENTAL HEALTH SERVICES
AGREEMENT WITH PENNY LANE CENTERS
FOR FISCAL YEAR 2002-2003 AND
AUTHORIZATION OF DISBURSEMENT TO PENNY LANE CENTERS
(SUPERVISORIAL DISTRICTS 1, 3 AND 5)**

REQUEST

Approve an Amendment to the Fiscal Year (FY) 2002-2003 Mental Health Services-Legal Entity Agreement Number DMH-01243, with Penny Lane Centers to shift an equal amount of \$34,715 from the Federal Financial Participation (FFP) category to the County General Fund (CGF) category.

There is no change to the Maximum Contract Amount of FY 2002-2003.

Authorize the disbursement of \$34,715 to Penny Lane Centers from the Department of Mental Health's (DMH) FY 2004-2005 settlement funds for the payment of services provided in July, October and November of 2002.

BACKGROUND

Penny Lane Centers has not been paid \$34,715 for its FY 2002-2003 Medi-Cal claims for services provided in July, October and November of 2002. These Medi-Cal claims were not submitted to the State within the State's twelve-month submission requirement due to separate problems caused by the duplicate match identification numbers in the DMH's Mental Health Management Information System, and due to the delay in the Medi-Cal Certification administrative process. Subsequently these problems have been corrected, but these services are no longer eligible for State's claims. Penny Lane Centers is still owed \$34,715.

INTENT

Your Board's approval of the Amendment to shift \$34,715 from FFP category to CGF category, and authorization of the disbursement from FY 2004-2005 budgeted settlement fund will enable DMH to pay Penny Lane Centers \$34,715 for the July, October and November 2002 services.

JUSTIFICATION

Penny Lane Centers is owed \$34,715 for its services provided in FY 2002-2003. Due to errors described above, which were not caused by errors on the part of the Contractor, these services could not be claimed for reimbursement from the State. DMH requests your Board's approval to disburse funds from DMH's FY 2004-2005 budgeted settlement funds to pay Penny Lane Centers the amount owed.

CONTRACTING PROCESS

This subject does not apply.

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