

**COUNTY OF LOS ANGELES – DEPARTMENT OF MENTAL HEALTH**

**F A C T   S H E E T**

**AUTHORIZATION FOR ACCEPTANCE AND RECEIPT OF NEW SUBSTANCE  
ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION  
GRANT AWARD  
AND  
APPROVAL OF A NEW LEGAL ENTITY AGREEMENT AND AMENDMENTS  
TO TWO EXISTING AGREEMENTS  
FOR FISCAL YEARS 2006-2007, AND 2007-2008  
AND  
APPROVAL OF REQUEST FOR APPROPRIATION ADJUSTMENT  
(ALL SUPERVISORIAL DISTRICTS)**

**REQUEST**

1. Board Authorization for the acceptance and receipt of a new Substance Abuse and Mental Health Services Administration (SAMHSA) grant award of \$847,830 in Federal Block Grant (FBG) funds for Fiscal Year (FY) 2006-2007, as identified in the State Letter and allocation worksheet (Attachment I). This amount consists of \$779,469 to provide a pilot project of coordinated services for homeless veterans with serious mental illness, and \$68,361 to augment the Department's Specialized Shelter Bed Program to purchase shelter beds countywide for homeless clients, as detailed in Attachment II. The California Department of Mental Health (CDMH) will disburse these funds.
2. Approve and instruct the Director of Mental Health (Director) or his designee to prepare, sign, and execute a sole source Legal Entity (LE) Agreement with the United States Veterans Initiative (U.S. Vets) for \$248,114, with a Maximum Contract Amount (MCA) of \$124,057 each for FY 2006-2007 and 2007-2008, to provide coordination, oversight and data collection for the pilot, in addition to outreach, case management and linkage to the agency's transitional residential beds.
3. Approve and instruct the Director or his designee to prepare, sign, and execute an amendment with a revised service exhibit for Client Supportive Services to the existing LE Agreement with New Directions, Inc., in the amount of \$108,990. The Amendment will add \$54,495 for FY 2006-2007, and \$54,495 for FY 2007-2008 with a revised MCA of \$228,763 for each fiscal year, for outreach, care coordination and linkage to the agency's transitional and dual diagnosis residential services for veterans.
4. Approve and instruct the Director or his designee to prepare, sign, and execute an amendment to the Consultant Service Agreement with the

California Institute of Mental Health (CIMH) in the amount of \$389,735. The Amendment to the Agreement with CIMH will add \$144,867 to FY 2006-2007 and \$244,868 to FY 2007-2008. The Total Compensation Amount (TCA) for FY 2006-2007 will be revised to \$514,867 and to \$614,867 for FY 2007-2008, for the development of an educational video about Post Traumatic Stress Disorder (PTSD).

5. Approve the Request for Appropriation Adjustment for \$408,000 for FY 2006-2007. The Appropriation Adjustment will increase Services & Supplies (S&S) in the amount of \$323,000 and Other Charges (OC) in the amount of \$85,000, which is fully funded by the additional one-time SAMHSA allocation. This will provide the Department of Mental Health (DMH) with additional spending authority for FY 2006-2007 to provide coordinated services and support to homeless veterans with serious mental illness and to augment the Department's Shelter Bed Program to purchase shelter beds at the Salvation Army dedicated to this pilot project, and purchase shelter beds countywide to assist homeless clients.

#### **PURPOSE/JUSTIFICATION**

Board approval is required to authorize DMH to accept and receive, a SAMHSA grant award totaling \$847,830, and consequently increase DMH's spending authority for FY 2006-2007 by \$408,000.

This one-time SAMHSA FBG augmentation was provided in response to a CDMH-approved proposal developed collaboratively by CDMH, DMH, the California Association of Veterans Services Agencies (including U.S. Vets and New Directions) and the California Mental Health Directors' Association (CMHDA) to pilot expanded, linked services in Los Angeles County for homeless veterans with mental illness, many of whom are also diagnosed with substance abuse disorders. This additional funding will augment services at U.S. Vets and New Directions, and increase the Department's Shelter Bed Program funding in order to purchase additional shelter beds at the Salvation Army's Bell Shelter for veterans served by this project. The goal is to provide mental health services to mentally ill homeless veterans to enable them to reenter the community and achieve long-term success at their highest level of functioning. This project will serve veterans without respect to where they live in Los Angeles County.

## **BACKGROUND**

On September 21, 2006, the Director of Mental Health received notification from CDMH of an augmented allocation of \$779,469 in one-time only SAMHSA FBG funds for FY 2006-2007 to fund a pilot project of coordinated services for homeless veterans with serious mental illness.

The required Grant Management Statement is attached (Attachment III).

Also, SAMHSA FBG rollover funds of \$68,361 will be moved into the Specialized Emergency Shelter Bed Program for FY 2006-2007, for the purchase of shelter beds countywide for homeless veterans.

## **FISCAL SUMMARY**

There is no increase in net County cost.

CDMH has allocated Los Angeles County a total of \$14,752,891, in SAMHSA FBG funds for FY 2006-2007 for the provision of mental health services. This amount is included in DMH's FY 2006-2007 Adopted Budget. The one-time only augmentation of \$847,830 which was not part of the original allocation, is made of an additional \$779,469 for increased mental health services to veterans and rollover funds of \$68,361 for the purchase of shelter beds for homeless veterans. The \$779,469 will be allocated as follows: \$248,114 for U.S. Vets, \$108,990 for New Directions, Inc., \$389,735 for CIMH, and \$32,630 for the Specialized Emergency Shelter Bed Program .

The Appropriation Adjustment in the amount of \$408,000, will increase S&S in the amount of \$323,000 and Other Charges in the amount of \$85,000 to provide spending to augment services to veterans with a serious mental illness and homeless clients for FY 2006-2007. The Appropriation Adjustment is fully funded by \$340,000 in one-time only SAMHSA FBG funds and \$68,000 in SAMHSA FBG rollover funds.

CDMH provided approval to DMH to utilize the one-time funds through FY 2007-2008. The anticipated remaining balance of \$439,735 will be rolled over into FY 2007-2008 and included in the Department's annual budget request process.

**CONTRACTING PROCESS**

To comply with your Board's contracting policy requirements for sole source contracts, DMH notified your Board on November 9, 2006, of its intent to enter into a sole source agreement with U.S. Vets and sole source contract amendments with New Directions and CIMH at the recommendation of the Veteran' Project Proposing Consortium.

**DMH CONTACT:**

James Allen, Deputy Director-Adult Systems of Care  
Telephone No. (213) 738-2756  
Email: JAllen@lacdmh.org

RK:FM:PP  
Attachments (3)

PP:SAMSHSA GRANT FY2006-2007/FACT SHEET



1600 9th Street, Sacramento, CA 95814  
(916) 654-2309

September 21, 2006

Marvin Southard, D.S.W., Director  
Los Angeles County Mental Health Department  
550 South Vermont, 12th Floor  
Los Angeles, CA 90020

Dear Dr. Southard:

The Department of Mental Health (DMH) appreciates the opportunity to assist Los Angeles in their efforts to better serve veterans with a serious mental illness. We share the goal of assisting those veterans to re-enter the community and achieve their highest level of functioning and long term success.

To assist in supporting those efforts, DMH will revise your Fiscal Year (FY) 2005-06 Substance Abuse and Mental Health Services Administration (SAMHSA), Community Mental Health Services Block Grant award to reflect a one-time augmentation in the amount of \$779,469. This amount will be reflected on your FY 2005-06 Final Allocation Worksheet. The funds can then be rolled into FY 2006-07 for expenditure.

The funding increase is intended to support expanded services to veterans with a serious mental illness. Consistent with your submitted program description, the funds will be used to provide outreach, programmatic enhancements, increased follow-up and enhanced linkages and referrals. It is anticipated that an inter-disciplinary treatment team will provide ongoing services as the veterans move through various components of treatment. The goal will be to bring homeless veterans, both men and women, with a serious mental illness or co-occurring disorder into a seamless system.

This funding is also intended to support efforts to create an educational video for Statewide use on the symptoms, treatment and prevention of Post Traumatic Stress Disorder (PTSD), a disorder affecting many veterans in the United States.

I am pleased that DMH can provide this additional support to the Los Angeles County Mental Health Department to aid in your efforts to assist veterans with a serious mental illness and/or co-occurring substance abuse problem.

RECEIVED

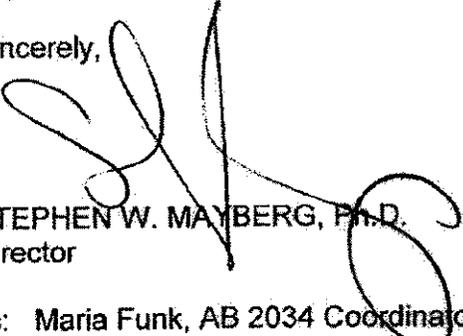
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DIRECTOR OF MENTAL HEALTH

Marvin Southard, D.S.W., Director  
September 21, 2006  
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Please contact Ron Bettencourt, Staff Mental Health Specialist, at (916) 654-4432 or at [ron.bettencourt@dmh.ca.gov](mailto:ron.bettencourt@dmh.ca.gov), should you have any questions regarding this one-time augmentation.

Sincerely,



STEPHEN W. MAYBERG, Ph.D.  
Director

cc: Maria Funk, AB 2034 Coordinator, LA County  
Terrie Tatosian, Deputy Director, Administrative Services, DMH  
Robin Mandella, Chief, CRFS, DMH

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

STATE FISCAL YEAR 2005-2006

FEDERAL CATALOG NO. 93.958

COUNTY LOS ANGELES

REVISION NUMBER 2

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 2005 (Chapter 38, Statutes of 2005), 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) 2005-2006. 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	\$11,557,984
B. AB 3015 RFP Children's Program	\$1,012,034
C. Dual Diagnosis Set-Aside	\$1,162,873
D. ISA Funding	\$1,000,000
E. One-Time Only Funds for Co-Occurring Disorders	\$20,000
F. One-Time Only AB 2034 Data Collection & Eval.	\$250,000
G. One-Time Only Veteran Project	\$779,469 ←
H. One-Time Only Increase	\$110,682
I. SFY 2004-05 County Rollover Funds	\$68,361 ←
J. Total Authorized Gross Expenditure Level	<u>\$15,961,403</u>

**II. REIMBURSEMENT ADJUSTMENT(S)**

A. SFY 2004-05 County Rollover Funds	< \$68,361 >
B.	< \$0 >
C. Total Adjustments	< <u>\$68,361</u> >

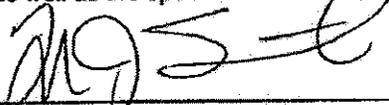
**III. NET ALLOCATION REIMBURSABLE**

\$15,893,042

PURPOSE: Final Allocation

DATE: August 30, 2006

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

11-22-06  
Date



## Los Angeles County Chief Administrative Office

### Grant Management Statement for Grants \$100,000 or More

<b>Department:</b> MENTAL HEALTH		
<b>Grant Project Title and Description</b> Substance Abuse and Mental Health Services Administration (SAMSHA) Federal Block Grant (FBG)		
Overall, SAMHSA FBG funds are used for the provision of integrated services to adults and older adults with serious mental illness and children with a serious emotional disturbance. This SAMHSA one-time only funding of \$779,469 and FY 2004-2005 rollover funding of \$68,361 will be utilized for a study to assess the mental health needs of veterans in Los Angeles County and provide homeless veterans with shelter beds.		
<b>Funding Agency</b>	<b>Program (Fed. Grant #/State Bill or Code #)</b>	<b>Grant Acceptance Deadline</b>
California Department of Mental Health (CDMH)	SAMHSA Block Grant Allocation Worksheet Revision No. 2 (Federal Catalog No. 93.958)	Grant acceptance upon Board approval. Deadline not applicable
<b>Total Amount of Grant Funding:</b> \$847,830		<b>County Match:</b> N/A
<b>Grant Period:</b> 01/01/07-12/31/07	<b>Begin Date:</b> 01/01/07	<b>End Date:</b> 12/31/07
<b>Number of Personnel Hired Under This Grant:</b> N/A	<b>Full Time:</b> N/A	<b>Part Time:</b> N/A
<b>Obligations Imposed on the County When the Grant Expires</b>		
Will all personnel hired for this program be informed this is a grant-funded program?	Yes	No
Will all personnel hired for this program be placed on temporary ("N") items?	Yes	No
Is the County obligated to continue this program after the grant expires?	Yes	No <input checked="" type="checkbox"/>
If the County is not obligated to continue this program after the grant expires, the Department will:		
a.) Absorb the program cost without reducing other services	Yes	No <input checked="" type="checkbox"/>
b.) Identify other revenue sources (describe below)	Yes	No
c.) Eliminate or reduce, as appropriate, positions/program costs funded by the grant. To provide one-time only funding to study and assess the mental health needs of veterans and enhance homeless veteran's access to shelter beds.	Yes <input checked="" type="checkbox"/>	No
<b>Impact of additional personnel on existing space:</b> Not Applicable		
Not Applicable		
<b>Other requirements not mentioned above:</b>		

Department Head Signature

Date: 6/25/07

