

**BOARD LETTER – SUMMARY SHEET
HEALTH AND MENTAL HEALTH SERVICES CLUSTER**

AGENDA REVIEW	03/21/12
BOARD MEETING	04/03/12
SUPERVISORIAL DISTRICT	1SD, 2SD, 4SD, and 5SD
DEPARTMENT	Mental Health (MH)
SUBJECT	Approval to Enter into a New Legal Entity (LE) Agreement with Eldorado Community Service Center (Eldorado)
PROGRAM	Will provide Short-Doyle/Medi-Cal mental health services to 200-400 clients per year at the Inglewood site and 1115 Waiver services to clients at five different sites.
DEADLINES	None
COST & FUNDING	For FY 11-12, the Maximum Contract Amount (MCA) is \$375,194 and is funded with Sales Tax Realignment revenue in the amount of \$175,200, Federal Financial Participation Medi-Cal revenue in the amount of \$146,000 and State Mental Health Services Act revenue in the amount of \$53,994. For FY 2012-13, the MCA will be \$611,991; and for FY 2013-14, the MCA will be \$611,991.
PURPOSE OF REQUEST	Delegate authority to MH Director to enter into new LE agreement with Eldorado, to amend agreement as necessary, and to terminate Fee-for-Service (FFS) Agreement and 1115 Waiver Agreement upon execution of new LE Agreement.
SUMMARY/ ISSUES (Briefly summarize program and potential issues or concerns. Identify changes, if any, to level of funding or staffing; how funding will be utilized and why best use; prior accomplishments; and for BLs involving contracts, also note changes to the contract term.)	<ul style="list-style-type: none"> • As a LE provider Eldorado will concentrate Short-Doyle/Medi-Cal services to clients in the Inglewood area and will continue to provide 1115 Waiver Healthy Way L.A. Tier II services at five sites. • The transition from a FFS Medi-Cal provider to a Short-Doyle/Medi-Cal provider will change the reimbursement structure and allow the agency to be more competitive in the marketplace and help sustain the agency's financial stability. • Eldorado is one of a few remaining FFS Organizational providers in Los Angeles County. Other FFS providers that request to transition into a LE provider will be independently assessed by the Department of Mental Health. • Upon execution of the new LE agreement, the FFS Agreement and the 1115 Waiver Agreement will be terminated.
DEPT CONTACT	Chief, Contracts Development and Administration Division, Richard Kushi, (213) 738-4684, rkushi@dmh.lacounty.gov