

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

AGENDA REVIEW	May 1, 2013
BOARD MEETING	June 4, 2013
SUPERVISORIAL DISTRICT	All
DEPARTMENT	Mental Health
SUBJECT	Request approval to extend the term of 34 expiring Legal Entity (LE) Agreements for Fiscal Year 2013-14 to provide for continuous and uninterrupted mental health services.
PROGRAM	Office of Administrative Deputy
DEADLINES	6/30/2013
COST & FUNDING	The FY 2013-14 annual MCA for all of the 34 LE Agreement totals \$202,498,037 and is based on the amounts contained in DMH's Recommended Budget for FY 2013-14 funded from the following sources: State Mental Health Services Act (MHSA) Revenue in the amount of \$45,600,606; Federal Revenues in the amount of \$88,251,720; Intrafund Transfers in the amount of \$8,252,120; 2011 Realignment-AB 109 in the amount of 664,000; and Net County Cost (NCC)/Sales Tax Realignment in the amount of \$59,498,591.
PURPOSE OF REQUEST	Board approval of the recommended actions will allow DMH to extend the term of these 34 LE Agreements which are due to expire on June 30, 2013. Extension of the term of these agreements is necessary to provide continuous, uninterrupted mental health services to severely and persistently mentally ill adults, seriously emotionally disturbed (SED) children, adolescents, and their families throughout the County of Los Angeles. With the pending implementation of the Affordable Care Act, DMH anticipates numerous changes in existing LE Agreement language will be required to align with new programmatic requirements. As many aspects of the Affordable Care Act implementation have yet to be finalized, DMH is unable to effect required changes at this time. DMH will return to your Board at a later date to supersede these and its other LE Agreements when the changes are finalized.
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.)	<p>All of the 34 LE Contractors have existing agreements with DMH that will expire on June 30, 2013, and the terms of these LE Agreements are being extended because of the continued need for their services. Additionally, DMH anticipates making numerous changes to these LE Agreements, as DMH implements the Affordable Care Act. As a result, DMH will return to your Board at a later date to supersede these and its other LE Agreements to implement those changes. As mandated by your Board, the performance of all contractors is evaluated by DMH on an annual basis to ensure the contractors' compliance with all contract terms and performance standards.</p> <p>The extension of the term of these LE Agreements will allow for continued and uninterrupted mental health services to existing mental health clients throughout Los Angeles County.</p>
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