

# Attachment C

## Budget Journal Entry

Document Number: BJE - 0004789  
 Document Description: BW: Transfer to Mental Health Fund for PHF Audit, Revenue Shortfalls, IMD  
 Post On:

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 Created By: Chris Ribeiro

### References

Audit Trail: Actualizing JE:

### Budget Revision Request

Agenda Item: Agenda Date: 5/16/2017 Approval: BOS 4/5 Has Board Letter: Yes

Title: BW: 1617 Transfer to Mental Health Fund for PHF Audit, Revenue Shortfalls, IMD Overruns

Budget Action: Increase Appropriations of \$2,212,000 in the Behavioral Wellness Department, Mental Health Services Fund for Services and Supplies (\$1,812,000) and Capital Assets (\$400,000) funded by a transfer-in from the General Fund (\$3,740,000) and an increase to Intergovernmental Revenue (\$682,000) offset by a decrease to Charges for Services (\$2,210,000).

Justification: The Behavioral Wellness Department is experiencing a budget shortfall in FY1617 due to the following issues:

Psychiatric Health Facility (PHF) audit compliance required unbudgeted expenditures of \$1.5 million which include capital, legal or consulting fees (also includes \$400K for HVAC system). PHF revenue is down \$2.2 million due to extended non-billable days associated with Court ordered clients whose competency to stand trial is in question and an increase in non-IST Administrative Days that bill at a lower rates.

The department will continue to monitor these issues, and mitigate fiscal impacts when possible, but anticipates a year-end budget shortfall of -\$3.7 million at this time. Unanticipated VLF revenue of \$682K will help offset these costs, but is requesting additional one-time general funds to cover this shortfall.

The proposed sources from the General Fund are \$1.0 million from Mental Health Committed Fund Balance and \$2.7 million from Unassigned Fund Balance.

### Budget Revision Request Financial Summary

Fund	Department	Project	Object Level	Source Amount	Use Amount
0044 - Mental Health Services	043 - Behavioral Wellness		25 - Intergovernmental Revenue-State	682,000.00	0.00
0044 - Mental Health Services	043 - Behavioral Wellness		30 - Charges for Services	(2,210,000.00)	0.00
0044 - Mental Health Services	043 - Behavioral Wellness		40 - Other Financing Sources	3,740,000.00	0.00
0044 - Mental Health Services	043 - Behavioral Wellness		55 - Services and Supplies	0.00	1,812,000.00
0044 - Mental Health Services	043 - Behavioral Wellness		65 - Capital Assets	0.00	400,000.00
	Fund: 0044 - Mental Health Services, Department: 043 - Behavioral Wellness Total:			<u>2,212,000.00</u>	<u>2,212,000.00</u>
0001 - General	990 - General County Programs		70 - Other Financing Uses	0.00	3,740,000.00

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0001 - General	990 - General County Programs	93 - Changes to Committed	1,000,000.00	0.00
0001 - General	990 - General County Programs	95 - Changes to Unassigned	2,740,000.00	0.00
Fund: 0001 - General, Department: 990 - General County Programs Total:			3,740,000.00	3,740,000.00

### Accounting

Fund	Dept	GL Acct	LI Acct	Debit Amount	Credit Amount	Prog	OUnit	Proj	Budget Period	Description
0044	043	2430	5404		1,220,000.00	3500			201706	PHF Medi-Cal Revenue loss from IST
0044	043	2430	5402		990,000.00	3500			201706	PHF Medicare Revenue loss from IST
0044	043	2420	3541	682,000.00		3500			201706	Unanticipated VLF revenue - FY1617 New Base
0044	043	2420	5910	3,040,000.00		3500			201706	General Fund Contrib to balance
0044	043	2420	5910	700,000.00		3550			201706	General Fund Contrib to balance
0044	043	2530	7200		192,000.00	3500			201706	PHF Audit remediation -facility/sturcture imprv
0044	043	2530	7460		779,000.00	3500			201706	PHF Audit remediation -Prof. Consutation
0044	043	2530	7508		141,000.00	3500			201706	PHF Audit remediation -Legal
0044	043	2530	8200		400,000.00	3500			201706	PHF Audit remediation -HVAC
0044	043	2530	7462		700,000.00	3550			201706	Inpatient Hospital Cost overrun
0001	990	2530	7901		3,740,000.00	3143			201706	Transfer to 0044 - PHF Audit, Rev Shortfalls, IMDs
0001	990	2420	9940	2,740,000.00		3143			201706	Transfer to 0044 - PHF Audit, Rev Shortfalls, IMDs
0001	990	2420	9811	1,000,000.00		3143			201706	Transfer to 0044 - PHF Audit, Rev Shortfalls, IMDs
Total				8,162,000.00	8,162,000.00					

### Signatures

Signed By	Signed On	Department/Agency	Approval Level	Valid
Shawna Jorgensen	5/2/2017 10:49:11 AM	012 - County Executive Office	CEO Analyst	N
Andrew Myung	5/3/2017 2:30:25 PM	057 - Community Services	CEO Analyst	Y
Emma Loethen	5/3/2017 2:52:17 PM	043 - Behavioral Wellness	Fund/Department	Y
Shawna Jorgensen	5/3/2017 2:54:33 PM	012 - County Executive Office	CEO Analyst	Y
Juan Izquierdo	5/4/2017 11:29:08 AM	061 - Auditor-Controller	Fund/Department	Y
Juan Izquierdo	5/4/2017 11:29:08 AM	061 - Auditor-Controller	FACS	Y
Juan Izquierdo	5/4/2017 11:29:08 AM	061 - Auditor-Controller	FACS Supervisor	Y
Betsy Schaffer	5/4/2017 1:33:33 PM	061 - Auditor-Controller	Chief Deputy Controller	Y
Jeff Frapwell	5/4/2017 1:49:47 PM	012 - County Executive Office	Budget Director	Y