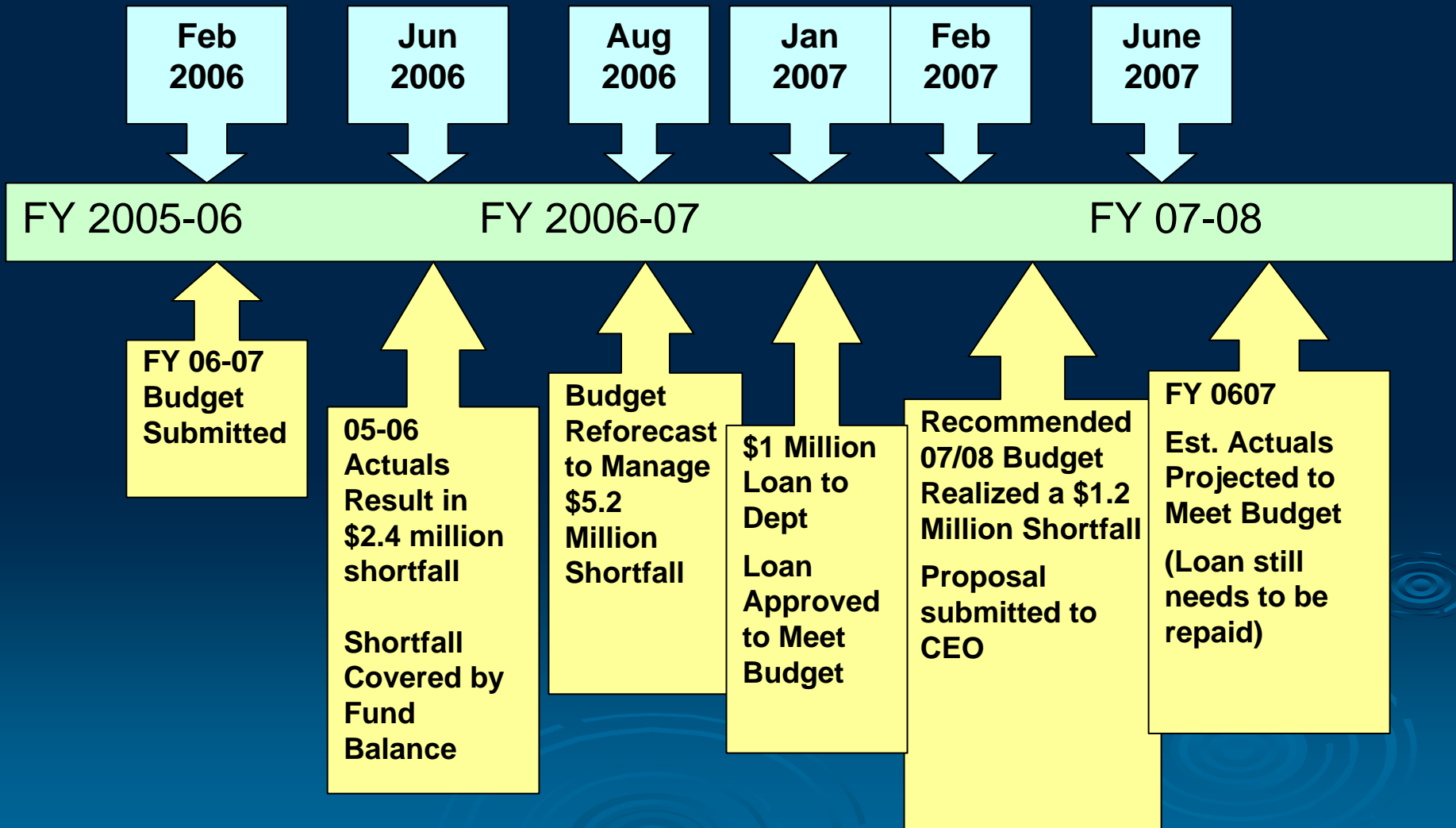


**Alcohol, Drug and
Mental Health Services
Financial Status
Update**

June 5, 2007

ADMHS Budget Timeline



Fiscal Year FY 05-06 Activities

February 2006

Prepared Fiscal Year 06-07 budget

June 2006

FY 05-06 Actuals realized a **\$2.4 M** shortfall in Medi-Cal revenue

Shortfall covered by ADMHS fund balance

Resulting in **-0-** dollar fund balance going into FY 06-07

Fiscal Year 06-07 Activities

August 2006

Based on June 06 actuals, FY 06-07 assumptions re-evaluated resulting in a **\$5.2 M** Reduced Reforecasted Budget, proposed and accepted by the BOS in September 2006.

Details

Revenue Projections decreased

Medi-Cal	(\$5,219,000)
<u>Intrafund transfer</u>	+ 52,000
Total	(\$5,167,000)

Expenses decreased

Regular Salaries	(\$2,927,500)
Extra Help	(147,500)
<u>Service and supplies</u>	(2,092,000)
Total	(\$5,167,000)

Fiscal Year 06-07 Activities cont.

January 2007

State Cost settlement occurred

Medi-Cal prior year Fiscal year 00-01	- \$418K
Medi-Cal prior Year Fiscal Year 01-02	- \$570K
Medi-Cal prior year Fiscal Year 04-05	- \$339
Total	\$1,327M

April 2007

Department requested and received **\$1M** General Fund loan, to be replenished when the ADMHS Department receives SB90 settlement funds of **\$934,000** from the State

February 2007

Development of FY 2007-2008 Budget resulting in an estimated \$1.2M shortfall

June 2007

Estimated actual will balance budget with -0- fund balance

Projected Revenue/Expenditures

MH 05-06 FY Budget

	Adopted	Actual
Rev	54.3	54.4
Exp	54.2	57.0

FY 05-06 – FY 07-08

MH 06-07 FY Budget

	Adopted	Post Reforecast	Projected
Rev	60.9	55.7	58.1
Exp	60.9	55.7	59.1

* MH 07-08 FY Budget

	Recommended
Rev	59.5
Exp	59.5

* 1 M loan covers
gap balance

FY 07-08 Initiatives to Cover Estimated Budgeted Shortfall of \$1.2 M

Solutions

VLF increased revenue	+\$120K
Services and Supplies	- \$388K
Pharmaceuticals (management)	- \$150K
<u>Casa Del Mural (change vendor)</u>	<u>- \$530K</u>
Total	\$1.188M

In addition, ADMHS submitted two budget expansion requests for FY 07-08:

- A. Cares North (Residential) - \$650K
- B. Nursing /MD salary equity adjustments - \$350K

Pharmacy Initiative

- Establishment and Adherence to a Statewide & Federal Recognized Formulary (MediCal Formulary)
- Individual Physician/Patient Evaluation and Direction
- Establishment of a Formulary Override Process based on Medical Need

Casa del Mural Facility

	Existing WTP Program	Proposed SHIA Program
# Clients	12	12
Client Housing Status	At risk of homelessness	At risk of homelessness
Clients	<ul style="list-style-type: none"> ○ Mentally ill/ co-occurring ○ Require highest level of care available in community 	<ul style="list-style-type: none"> ○ Mentally ill/ co-occurring ○ Require highest level of care available in community
Program Type	Licensed board and care residential	Residential Independent Living
Services	<ul style="list-style-type: none"> ○ Case management (County) ○ Medication provision/ management (County) ○ Psychiatric coverage (County) ○ 24-hour on-site supervision ○ Assistance, instruction or prompting with activities of daily functioning 	<ul style="list-style-type: none"> ○ Case management (County) ○ Medication provision/ management (County) ○ Psychiatric coverage (County) ○ 24-hour on-site supervision ○ Team-based customized services: <ul style="list-style-type: none"> ○ Mental and/or physical health ○ Substance abuse services ○ Goal-oriented recovery planning ○ Transportation, Housing Educational, Vocational/ employment services