

# Alcohol, Drug & Mental Health Services



Board of Supervisors Presentation  
February 5, 2008

# Who Are We Mandated to Serve

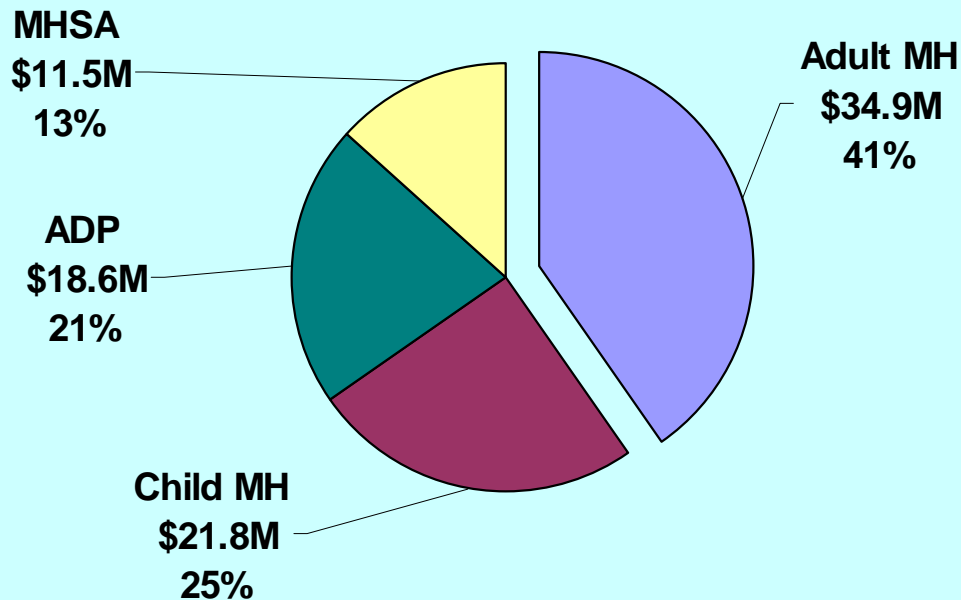
- Children with serious emotional disturbance (SED) to the extent resources are available
- Adults and older adults with serious mental illness (SMI) to the extent resources are available
- All MediCal beneficiaries with mental health needs

# What Do We Provide

- Crisis intervention and stabilization
- Inpatient psychiatric services
- Residential treatment services
- Outpatient recovery services
- Homeless and housing services
- Case Management Services

# ADMHS 2007/08 Adjusted Budget Expenditures by Division

**Total Budgeted Expenditures  
\$86.8M (\$'s in Millions)**



**NOTE:** Admin Division Costs Allocated based on Budgeted Expenditures

Legend: Adult MH (purple), Child MH (maroon), ADP (teal), MHSA (yellow)



# ADMHS – Previously Identified 2007/08 Budget Issues

- BOS approved funding for Casa del Mural \$530k & CARES Residential \$650k (No funding yet received)
- CBO's - 8% program reduction (\$800k) for 2007/08 (net savings \$400k)
- ADMHS Dept. reductions of \$1.3M
- Potential GFC of \$1.7M ("Bridge Funding")

# ADMHS Current Budget Shortfall FYE 2007/08

<b>Unfavorable Variances:</b>	<b>(\$'s in millions)</b>	
<b>Medi-Cal/EPSTD Revenue Shortfall</b>	<b>\$</b>	<b>(5.39)</b>
<b>    Partial offset - Medicare</b>		<b><u>1.08</u></b>
<b>Net Medi-Cal/EPSTD/Medicare Shortfall</b>	<b>\$</b>	<b>(4.31)</b>
<b>CARES and Casa del Mural</b>		<b>(1.18)</b>
<b>Interest expense (State delay in payment to SBC)</b>		<b>(0.52)</b>
<b>No CPI increase in Realignment Funds (State budget issue)</b>		<b>(0.52)</b>
<b>All other variances</b>		<b><u>(0.44)</u></b>
<b>Estimated 2007/08 Unfavorable Variance</b>	<b>\$</b>	<b><u>(6.97)</u></b>

# Option A

(\$'s in millions)

**PROJECTED 2007/08 SHORTFALL** **\$ (6.97)**

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**General Fund Contributions (GFC):**

Bridge Funding 1.70

General Liability Fund transfer 0.25

CARES Funding 0.65

Casa del Mural Funding 0.53

Additional GFC 3.84

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**Total GFC** **\$ 6.97**

**Dept. Reductions:**

ADMHS program reductions -

CBO reductions -

**Total Dept. Reductions** **-**

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**Total Funding to Balance** **\$ 6.97**

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# Option A

<b>Adult Mental Health Service System</b>	
<b>Current</b> (Treatment, Rehabilitation & Support)	<b>Proposed</b>
<b>PHF</b>	<p>Maintain current level of services while budget strategies are evaluated for FY08-09, which may require reductions in County operated and contracted programs and/or transfer of additional General Fund dollars.</p>
<b>CARES - North</b>	
<b>CARES - South</b>	
<b>Crisis Residential</b>	
<b>SB Adult Clinic</b>	
<b>SM Adult Clinic</b>	
<b>Lompoc Adult Clinic</b>	
<b>CBO's</b>	
<b>ADMHS Administrative &amp; Program Operations Staffing</b>	
<b>ADMHS waives cost of medication to uninsured</b>	



# Option B

(\$'s in millions)

**PROJECTED 2007/08 SHORTFALL** **\$ (6.97)**

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**General Fund Contribution (GFC):**

**Bridge Funding** **1.70**

**General Liability Fund transfer** **0.25**

**CARES Funding** **0.65**

**Casa del Mural Funding** **0.53**

**Additional GFC** **2.44**

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**Total GFC** **\$ 5.57**

**Dept. Reductions:**

**ADMHS program reductions** **1.00**

**CBO program reductions (net)** **0.40**

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**Total Dept. Reductions** **\$ 1.40**

**Total Funding/Reductions to Balance** **\$ 6.97**

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# Option B

## Changes in Adult Mental Health Service System

- Significant staffing and service reductions within ADMHS
- 8% Reduction in County funding to CBOs
  - Service reduction of \$800K with net savings to County of \$400K

# Program Impacts

Potential Increased Client Incidence of:

- Acute psychiatric inpatient care: average rate of \$950 per day
- Law enforcement involvement (arrests, court, jail)
- Homelessness
- Emergency room and crisis service use visits
- Culturally or geographically diverse populations remaining un-served



# Program Impacts (cont.)

- Detox bed days for persons with dual disorders
- Foster care placement for children of clients who are parents
- Costly medical conditions (i.e. cardiovascular disease, diabetes)

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