



BOARD OF SUPERVISORS  
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors  
105 E. Anapamu Street, Suite 407  
Santa Barbara, CA 93101  
(805) 568-2240

**Department Name:** Behavioral Wellness  
**Department No.:** 043  
**For Agenda Of:** June 6, 2017  
**Placement:** Administrative  
**Estimated Time:** N/A  
**Continued Item:** No  
**If Yes, date from:**  
**Vote Required:** 4/5

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**TO:** Board of Supervisors

**FROM:** Department Alice Gleghorn, PhD, Director  
Director(s) Behavioral Wellness, 681-5220  
Contact Info: Laura Zeitz, RN, Program Manager  
Behavioral Wellness, 681-5220

**SUBJECT:** Behavioral Wellness FY 16-17 Transfer of California Health Facilities Financing Authority Funds for Santa Maria Crisis Residential Treatment Center Purchase

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**County Counsel Concurrence**

As to form: Yes

Other Concurrence: General Services

As to form: Yes

**Recommended Actions:**

That the Board of Supervisors:

- A. Receive and file this Board Letter reporting on an existing agreement between General Services and Behavioral Wellness to remodel the building located at 116 West Agnes Avenue in Santa Maria, California in accordance with the Senate Bill 82 and California Health Facilities Financing Authority Grant Criteria for use as a Residential Crisis Treatment Center.
- B. Approve a Budget Revision Request (#BRR0004912) establishing appropriations of \$1,100,000 in the Behavioral Wellness, Mental Health Services Act Fund for Other Financing Uses (\$950,000) and Services and Supplies (\$150,000) funded by Intergovernmental Revenue - State. Increase appropriations of \$950,000 in the General Services Capital Outlay Fund for Capital Assets funded by an operating transfer from the Mental Health Services Act Fund.
- C. Determine that the above actions are government fiscal activities or funding mechanisms which do not involve any commitment to any specific project which may result in potentially physical impact on the environment, and are therefore not a project under the California

**Auditor-Controller Concurrence**

As to form: Yes

Environmental Quality Act (CEQA) pursuant to section 15378(b)(4) of the CEQA guidelines.

**Summary Text:**

In March of 2016, the Behavioral Wellness Department (Behavioral Wellness) submitted a report to the Board of Supervisors regarding the Department pursuing grant funding associated with the Investment in Mental Health Wellness Act of 2013 (California Senate Bill 82), through grants by CHFFA. In June 2016, Behavioral Wellness received a Final Allocation Letter from CHFFA stating that the County was awarded \$1,100,000 in grant funding. The grant award provides funding for the County to develop a new six-bed Crisis Residential Treatment (CRT) Program for adults who cope with co-occurring mental illness and substance abuse disorders. In August of 2016, the Board of Supervisors authorized Behavioral Wellness' Director to accept the grant funding. On May 9, 2017, Behavioral Wellness and General Services signed Project Charter 8764 establishing an agreement identifying the team responsible for developing the project, the scope of work, current estimate of costs and source of funds to complete the project, as well as the current estimated time schedule for project delivery. The CRT Program will offer a non-institutional, home-like setting for individuals experiencing mental health issues to receive up to 30 days of respite, peer support, and linkage to ongoing mental health services and resources. The Program will operate 24 hours per day, seven days per week and is expected to provide services to accommodate approximately 150 consumers annually.

**Background:**

As a result of SB 82, known as the Investment in Mental Health Wellness Act of 2013, California has an opportunity to use Mental Health Services Act (MHSA) dollars to expand crisis services statewide that are expected to lead to improved life outcomes for the persons served and improved system outcomes for local mental health departments and their community partners. The State FY 2013-2014 Budgeted provided \$142 million in State General Fund dollars for these purposes, and because this funding was not all committed in FY 2013-2014, the State has continued to make awards of this funding in subsequent grant rounds. The \$1,100,000 awarded to Behavioral Wellness is part of the fifth round of funding. Project funding in the amount of \$950,000 will be transferred from Behavioral Wellness to General Services via Budget Revision #0004912. The project fund account will be managed by General Services – Capital Projects. Seventy percent (70%) of the CRT Program cost is offset by Medi-Cal reimbursements. The remaining thirty percent (30%) of the program's funding will come from reallocations from programs (Alameda and Cottage Grove) that were entirely funded by General Funds and that now generate adequate Medi-Cal services to sustain themselves.

The Project will improve the interior spaces of the existing building located at 116 West Agnes to allow a Residential Crisis Treatment Center to be located within the building. Interior spaces will be converted to be compliant with State Regulatory requirements of mental health programs and exterior improvements include landscaping, drainage, parking, modification of the utility pole and ADA access to existing building.

The goals and deliverables of the Project include the following:

- Design alterations to tailor the space to the staff and function of the Program.
- Successful Job Order Contracting bid process near construction estimate value.
- Complete the project on time and within budget.

**Performance Measure:**

- Completion of project on time and within budget.
- Change orders to base construction on contract not to exceed 10% of base construction contract.

**Fiscal and Facilities Impacts:**

Budgeted: No

**Fiscal Analysis:**

<b><u>Funding Sources</u></b>	<b><u>Current FY Cost:</u></b>	<b><u>Annualized On-going Cost:</u></b>	<b><u>Total One-Time Project Cost</u></b>
General Fund			
State	\$ 1,100,000.00		
Federal			
Fees			
Other:			
Total	\$ 1,100,000.00	\$ -	\$ -

Narrative: The above referenced revenue and related expenses of \$1,100,000 are proposed as a budget expansion in Behavioral Wellness’s FY 16-17 budget for the facility. Seventy percent (70%) of the program’s cost is offset by Medi-Cal reimbursements. The remaining thirty percent (30%) of the program’s funding will come from reallocations from programs that were once entirely funded by General Funds and that now generate adequate Medi-Cal services to sustain themselves. Therefore, approval of the requested Budget Revision will not result in any increased General Funds expenditures.

**Key Contract Risks:**

Potential risks include the following:

- Undisclosed conditions might require unanticipated work.
- Timelessness of decision making could impact budget and schedule.
- Status of the program or shift in scope requirements will impact timeline and budget.

**Special Instructions:**

Please return one (1) Minute Order to: [qilopez@co.santa-barbara.ca.us](mailto:qilopez@co.santa-barbara.ca.us).

**Attachments:**

Attachment A: Budget Revision Request (BRR#0004912)

Attachment B: 8764 Project Charter

**Authored by:**

Q. Lopez