

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (“Authority”)

Investment in Mental Health Wellness Grant Program

Fourth Amendment to Resolution Number MH 2014-18 (Santa Barbara County)

November 10, 2016

BACKGROUND:

The Authority approved a final allocation for a grant for Santa Barbara County (the “County”) in an amount not to exceed \$2,663,525.96 at its April 24, 2014 meeting to establish an 8-10 bed Crisis Stabilization Unit (“CSU”), an 8 bed Crisis Residential Treatment (“CRT”) facility, and add a new Mobile Crisis Support Team (“MCST”).

The Authority approved an amendment to the project description of the County on May 29, 2014 to allow the County to identify and purchase a different property than that specifically listed in the resolution for its CSU program.

Later, the Authority approved a second amendment to the project description on January 29, 2015 to allow the County to utilize a county-owned property for the CSU program and to apply the savings from not purchasing real property towards an additional CSU. The second amendment allowed the County to leverage its existing resources to double the CSU bed capacity from the approved 8-10 beds to approximately 16-20 beds without additional grant funds.

Also, on December 3, 2015, the Authority approved a third amendment to extend the resolution expiration date to allow the Authority staff to disburse additional personnel funding that was allocated by the Legislature in the 2014-15 and 2015-16 state budget.

PURPOSE OF REQUEST:

The County’s MCST has been providing crisis response services since late 2014 to the community in collaboration with local emergency rooms and law enforcement. The CRT opened in July 2015 and added 8 new beds to the community. The County has completed the renovation of its CSU in the southern region (the “South CSU”), which began providing services in January 2016 and added 8 new beds to the community. Also, the County identified and purchased real property for the second CSU in the northern region in February 2016 (the “North CSU”). The County has completed the design for its North CSU and has submitted the draft request for proposal (“RFP”) for a construction contract to its Department of General Services for approval. However, due to substantial unforeseen pension liability and expenses related to continued operation of the County’s inpatient unit, there is not a feasible way for the County to fund the ongoing operating budget for the North CSU. The County conducted an extensive financial analysis of the operating budget for both its new CRT and South CSU to make this decision.

The County is requesting an amendment to the project description to remove the second North CSU and forfeit approximately \$1,000,000 of the grant award.

Personnel Funding

The Authority approved, as part of the final allocation for the County at its April 24, 2014 meeting, \$663,525.96 in personnel funding for fiscal year 2013-14. The Legislature has since appropriated three additional years of personnel funding in subsequent budgets and may continue to appropriate funds for personnel costs in future fiscal years. Therefore, Authority staff recommends approval to remove the resolution expiration date and disburse personnel funds as may be permitted in subsequent Budget Acts.

The requested changes to Resolution Number MH 2014-18 are attached in track changes.

RECOMMENDATION:

Staff recommends the Authority approve a fourth Amendment to Resolution Number MH 2014-18 to amend the project description, remove the resolution expiration date in the event the Legislature continues to appropriate funds for mobile crisis support team personnel costs in future fiscal years, and authorize the Executive Director to continue to disburse those funds under the conditions established in the State Budget Act for each fiscal year. All other conditions in the Resolution shall remain the same and in full effect.

FOURTH AMENDMENT TO RESOLUTION NO. MH 2014-18

**A RESOLUTION OF THE CALIFORNIA HEALTH
FACILITIES FINANCING AUTHORITY APPROVING
EXECUTION AND DELIVERY OF GRANT FUNDING UNDER
THE INVESTMENT IN MENTAL HEALTH WELLNESS GRANT PROGRAM
TO THE COUNTY OF SANTA BARBARA**

WHEREAS, The California Health Facilities Financing Authority (the “Authority”), a public instrumentality of the State of California, is authorized by the Investment in Mental Health Wellness Act of 2013 (Welfare and Institutions Code Section 5848.5, “Act”) and implementing regulations (California Code of Regulations Title 4, Division 10, Chapter 5 (commencing with Section 7113)) to award grants for capital funding and personnel funding to finance eligible projects; ~~and~~

WHEREAS, Authority staff reviewed the application submitted by County of Santa Barbara (“Grantee”) against the eligibility requirements of the Act and implementing regulations and, pursuant to the Act and implementing regulations, recommends approval of a grant in an amount not to exceed \$2,663,525.96 for the eligible project (the “Project”), which consists of no more than \$450,000.00 for crisis residential treatment capital costs, \$1,500,000.00 for crisis stabilization capital costs, \$50,000.00 for mobile crisis capital costs, and \$663,525.96 for mobile crisis personnel costs; and

WHEREAS, the Legislature has and may continue to appropriate funds for mobile crisis support team personnel costs in future fiscal years;

NOW THEREFORE BE IT RESOLVED by the California Health Facilities Financing Authority, as follows:

Section 1. The Authority hereby approves a grant in a total amount not to exceed \$2,663,525.96 to complete the Project as described in the Grantee’s application and as more particularly described in Exhibit A to this Resolution (Exhibit A is hereby incorporated by reference) within a ~~project grant~~ period that ends on ~~June 30, 2016. June 30, 2017.~~ Nevertheless, if the Legislature continues to appropriate funds for mobile crisis support team personnel costs in future fiscal years, the Executive Director is authorized to continue to disburse those funds as may be available under the State Budget Act for each fiscal year and the Executive Director may accordingly extend the grant period.

Section 2. The Executive Director is hereby authorized for and on behalf of the Authority to approve any minor, non-material changes in the Project described in the application submitted to the Authority ~~and extend the project period completion date identified in Section 1~~ as authorized under the Act and implementing regulations. Nothing in this Resolution shall be construed to require the Authority to provide any additional funding, even if more grants are approved than there is available funding. Any notice to the Grantee shall indicate that the Authority shall not be liable to the Grantee in any manner whatsoever should such funding not be completed for any reason whatsoever.

Section 3. The Executive Director is hereby authorized and directed, for and on behalf of the Authority, to disburse funds not to exceed those amounts approved by the Authority for the Grantee. The Executive Director is further authorized and directed, for and on behalf of the Authority, to execute and deliver to the Grantee any and all documents necessary to complete the disbursement of funds that are consistent with the Act and implementing regulations.

Section 4. The Executive Director of the Authority is hereby authorized and directed to do any and all things and to execute and deliver any and all documents which the Executive Director deems necessary or advisable in order to effectuate the purposes of this Resolution and the transactions contemplated hereby.

~~Section 5. — This Resolution expires June 30, 2016.~~

Date Approved: _____

EXHIBIT A

PROJECT DESCRIPTION

The proceeds of the grant will be used by the County of Santa Barbara as follows:

Crisis Residential Treatment Program

The County of Santa Barbara (the “County”) will establish a non-institutional Crisis Residential Treatment Program for mental health clients to receive up to 30 days of respite, peer support, and linkages to ongoing services and resources. The program will increase capacity by adding eight new beds. A County owned low-income residence is currently under consideration for renovation. Services will be provided by a local nonprofit contract provider. The funds will be used for renovation, furnishings and equipment.

Crisis Stabilization Treatment Program

The County will partner with Cottage Hospital to establish its first-ever Crisis Stabilization Unit (“CSU”), designed to provide a safe, nurturing, short-term emergency treatment alternative to hospitalization for individuals experiencing a mental health emergency. The County will identify a suitable building that can accommodate up to 10 consumers daily for stays up to 23 hours. The environment will be designed to be comfortable and non-clinical to provide a calming experience. Services will be provided by the County in close partnership with Cottage Hospital. The funds will be used to renovate, furnish and equip a building.

~~The County will establish a second CSU in the Northern Region of Santa Barbara County. This opportunity would double the Crisis Stabilization capacity in the county and assist Santa Barbara to meet the needs of its community. The environment will be designed to be comfortable and non-clinical to provide a calming experience. Grant funds will be used to purchase, renovate, furnish and equip an additional facility.~~

Mobile Crisis Support Team Program

The County will establish a mobile crisis support team for the City of Lompoc, which is the only service area without a team. The program will provide rapid response in mental health emergencies. A team will consist of a peer recovery assistant, a mental health specialist, and a psychiatric nurse. Services will be provided by the County. The funds will be used to purchase two vehicles and fund the salaries of up to 10 staff members.

Summary of Amounts:

Programs	Approved Grant Amount	Expected Federal Financial Participation
Crisis Residential	\$ 450,000.00	
Crisis Stabilization	\$ 1,500,000.00	
Mobile Crisis Capital	\$ 50,000.00	
Mobile Crisis Personnel	\$ 663,525.96	\$ 512,500.00

Total \$ 2,663,525.96