COUNTY OF LOS ANGELES

MARVIN J. SOUTHARD, D.S.W.
Director

SHEILA A. SHIMA
Chief Deputy Director

RODERICK SHANER, M.D.
Medical Director

550 SOUTH VERMONT AVENUE, LOS ANGELES, CALIFORNIA 90020

BOARD OF SUPERVISORS
GLORIA MOLINA
YVONNE B. BURKE
ZEV YAROSLAVSKY
DON KNABE
MICHAEL D. ANTONOVICH

DEPARTMENT OF MENTAL HEALTH

http://dmh.lacounty.gov

Reply To: 213-738-4601
Fax: 213-386-1297

March 13, 2007

TO: Health Deputies

FROM: Marvin J. Southard, D.S.W.
Director of Mental Health

SUBJECT: **CURTAILMENT OF COMMUNITY OUTREACH SERVICES**

This is to provide updated information following our August 21, 2006, memo which outlined the Department of Mental Health's (DMH) plan to implement Item No. 11 of the Department's Budget Reduction Proposal to redirect Community Outreach Services.

The Department pursued efforts to minimize the impact to agencies curtailed. Agencies were allowed to transform their County General Funds allocation to Mental Health Services Act (MHSA) programs if they could demonstrate a plan to convert services to an approved MHSA Community Services and Supports work plan. Four (4) contractors were identified for curtailment. Two (2) agencies provided plans to transform, and the Department will fund their transformation plan. However, the remaining two (2) contractors that did not submit plans will be curtailed. The attached schedule reflects the agencies transforming and those that will be curtailed this fiscal year and on an ongoing basis.

DMH will revise contracts to reflect the transformation of services and/or curtailments for the providers who will not be providing services billable to the MHSA program.

If you have any questions or need additional information, please call me at (213) 738-4601.

MJS:SAS:JDC:nh

Attachment

c: Executive Management Team
Richard Kushi

COUNTY OF LOS ANGELES - DEPARTMENT OF MENTAL HEALTH
BUDGET REDUCTION PLAN - ITEM #11
CURTAILMENT OF COMMUNITY OUTREACH SERVICES

	Fiscal Year 2006- 07			Fiscal Year 2007- 08 (3)			
Provider Name	Total CGF Reduction (1) A	MHSA Transformation B	CGF to be Curtailed (2) C=A-B	Total CGF Reduction D	MHSA Transformation E	CGF to be Curtailed F=D-E	CSS Plan
ENKI Health and Research Systems, Inc.	$ 121,604	$ -	$ 121,604	$ 167,579	$ -	$ 167,579	No transformation plan developed by contractor.
LAMP, Inc.	175,811	175,811	-	253,785	253,785	-	Adult Wellness Centers Systems Dev.
National Mental Hlth. Assoc. of Greater Los Angeles	1,067,572	1,067,572	-	1,830,885	1,830,885 (4)	-	Adult Wellness Centers Systems Dev.
San Fernando Valley, CMHC, Inc.	44,727	-	44,727	48,245	-	48,245	No transformation plan developed by contractor.
TOTAL	**$ 1,409,714**	**$ 1,243,383**	**$ 166,331**	**$ 2,300,494**	**$ 2,084,670**	**$ 215,824**	

Footnotes:

1 Total reduction is $2,300,494 annually. Reduced amount is due to mid-year implementation of reduction/transformation.

2 Corresponding contractors elected not to transform services.

3 Represents the ongoing annualized County General Fund (CGF) reduction and Mental Health Services Act (MHSA) transformation amount.

4 The total transformation proposal accepted by the Department for National Mental Health Association of Greater Los Angeles is $2,180,885; the amount shown is the total CGF available for curtailment in the maximum contract amount.