COUNTY OF LOS ANGELES

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

ROBIN KAY, Ph.D.
Chief Deputy Director

RODERICK SHANER, M.D.
Medical Director

550 SOUTH VERMONT AVENUE, LOS ANGELES, CALIFORNIA 90020

BOARD OF SUPERVISORS

GLORIA MOLINA
MARK RIDLEY-THOMAS
ZEV YAROSLAVSKY
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DEPARTMENT OF MENTAL HEALTH

http://dmh.lacounty.gov

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

December 11, 2012

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

APPROVAL TO AMEND LEGAL ENTITY AGREEMENT WITH TESSIE CLEVELAND COMMUNITY SERVICES CORPORATION (SECOND SUPERVISORIAL DISTRICT) (3 VOTES)

SUBJECT

Request approval to amend existing Department of Mental Health Legal Entity Agreement with Tessie Cleveland Community Services Corporation to add mental health services for children, Transition Age Youth, and older adults in Service Areas 6, 7, and 8.

IT IS RECOMMENDED THAT THE BOARD:

1. Approve and authorize the Director of Mental Health (Director), or his designee, to prepare, sign, and execute an amendment, substantially similar to Attachment A, to the existing Department of Mental Health (DMH) Legal Entity (LE) Agreement with Tessie Cleveland Community Services Corporation (Tessie Cleveland) to provide mental health services for children, Transition Age Youth, and older adults in Service Areas (SA) 6, 7, and 8. The amendment will be effective January 1, 2013 and will add $1,138,631 for Fiscal Year (FY) 2012-13, increasing the Maximum Contract Amount (MCA) to $10,154,088.

2. Delegate authority to the Director, or his designee, to prepare, sign, and execute future amendments to this LE Agreement, as necessary, and establish as a new MCA, the aggregate of the original Agreement and all amendments, provided that: 1) the amendments do not exceed an increase of 20 percent from the last Board approved amount; 2) any such increase is used to provide additional services, or to reflect program and/or policy changes; 3) your Board has appropriated sufficient funds for all changes; 4) approval of County Counsel, or designee, is obtained prior to any

such amendment; 5) County and Contractor may, by written amendments, reduce programs or services and revise the applicable MCA, provided that any amendments which reduce programs or services will be consistent with the principles agreed to in the DMH stakeholders' process; and 6) the Director notifies your Board and the Chief Executive Officer of Agreement changes in writing within 30 days after execution of each amendment.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The recommended actions will allow DMH to amend its LE Agreement with Tessie Cleveland to add Mental Health Services Act (MHSA) Full Service Partnership (FSP) and Field Capable Clinical Services (FCCS) funded program funds for the provision of mental health services for children, Transition Age Youth, and older adults in South Los Angeles in Supervisorial District 2 in SAs 6, 7, and 8. Tessie Cleveland currently provides these mental health services in these areas under a subcontract with Special Service for Groups. This action enables DMH to contract directly with Tessie Cleveland to provide the services for children, Transition Age Youth, and older adults. These services benefit a diverse population with focused efforts on the underserved and un-served members of the community, including those who are low-income, multi-ethnic, and multi-cultural.

The requested increase to Tessie Cleveland's MCA exceeds DMH's delegated authority, thus requiring your Board's approval.

Implementation of Strategic Plan Goals

The recommended action supports the County's Strategic Plan Goal 3, Integrated Delivery Services.

FISCAL IMPACT/FINANCING

The total cost of this amendment for FY 2012-13 is $1,138,631, funded by Sales Tax Realignment in the amount of $268,642, Federal Financial Participation (FFP) Medi-Cal in the amount of $397,566 and State MHSA revenue in the amount of $472,423. Funding for this amendment is included in DMH's FY 2012-13 Final Adopted Budget.

Funding for future fiscal years will be requested through DMH's annual budget request process.

There is no net County cost associated with the recommended actions.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Tessie Cleveland has service delivery operations in South Los Angeles in Supervisorial District 2 (SAs 6, 7, and 8). Tessie Cleveland is a multipurpose human services organization, specializing in delivering creative solutions and working with community partners to meet community needs. Innovative social services are provided to a diverse population that includes underserved and unserved members of the community. A broad range of mental health services is used to provide a comprehensive, integrated system of care for all those referred to the agency. Emphasis is placed on services that are accessible, appropriate, culturally responsive, evidence based, and outcome oriented.

The attached Amendment format has been approved as to form by County Counsel. DMH clinical and administrative staff will administer and monitor the Agreement, evaluate programs to ensure that quality services are being provided to clients, and ensure that agreement provisions and Departmental policies are followed.

In accordance with your Board Policy Manual, Section 5.120, Authority to Approve Increases to Board Approved Contract Amounts requirements, DMH notified your Board on September 12, 2012 (Attachment B), identifying and justifying the need for requesting a percentage increase exceeding 10 percent.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

The recommended actions will allow Tessie Cleveland to provide additional MHSA FSP and FCCS mental health services to children, Transition Age Youth, and older adults in SAs 6, 7, and 8.

Respectfully submitted,

MARVIN J. SOUTHARD, D.S.W.
Director of Mental Health

MJS:MM:ST:RK:m
m

Enclosures

c: Chief Executive Officer
County Counsel
Executive Officer, Board of Supervisors
Chairperson, Mental Health Commission

Attachment A

CONTRACT NO. MH120928

DRAFT

AMENDMENT NO. 3

THIS AMENDMENT is made and entered into this ___ day of _____, 2012, by and between the COUNTY OF LOS ANGELES (hereafter "County") and Tessie Cleveland Community Services Corporation (hereafter "Contractor").

WHEREAS, County and Contractor have entered into a written Agreement, dated June 6, 2012, identified as County Agreement No. MH120928, as subsequently amended (hereafter collectively "Agreement"); and

WHEREAS, for Fiscal Year (FY) 2012-13, County and Contractor intend to amend Agreement only as described hereunder; and

WHEREAS, for FY 2012-13, County and Contractor intend to amend Agreement to **add** Mental Health Services Act (MHSA) Full Service Partnership (FSP) (Non Medi-Cal/Non Healthy Families) funded program funds in the amount of **$303,405**; and

WHEREAS, for FY 2012-13, County and Contractor intend to amend Agreement to **add** MHSA FSP (Medi-Cal/Healthy Families) funded program funds in the amount of **$685,000**; and

WHEREAS, for FY 2012-13, County and Contractor intend to amend Agreement to **add** MHSA Field Capable Clinical Services (FCCS) (Non Medi-Cal/Non Healthy Families) funded program funds in the amount of **$40,093**; and

WHEREAS, for FY 2012-13, County and Contractor intend to amend Agreement to **add** MHSA FCCS (Medi-Cal/Healthy Families) funded program funds in the amount of **$110,133**; and

WHEREAS, for FY 2012-13, the Maximum Contract Amount (MCA) is **increased** by **$1,138,631**, and the revised MCA is **$10,154,088**.

NOW, THEREFORE, County and Contractor agree that Agreement shall be amended, effective January 1, 2013, only as follows:

1. For FY 2012-13, MHSA FSP (Non Medi-Cal/Non Healthy Families) funded program funds are added in the amount of **$303,405**, MHSA FSP (Medi-Cal/Healthy Families) funded program funds are added in the amount of **$685,000**, MHSA FCCS (Non Medi-Cal/Non-Healthy Families) funded program funds are added in the amount of **$40,093**, and MHSA FCCS (Medi-Cal/Healthy Families) funded program funds are added in the amount of **$110,133**, for a total increase of **$1,138,631**, for FY 2012-13.

2. Financial Exhibit A (FINANCIAL PROVISIONS), Attachment II, Paragraph C (Reimbursement for Initial Period) shall be deleted in its entirety and the following substituted therefor:

"C. REIMBURSEMENT FOR INITIAL PERIOD

(1) The Maximum Contract Amount for the Initial Period of this Agreement as described in Paragraph 1 (TERM) of the Legal Entity Agreement shall not exceed **TEN MILLION ONE HUNDRED FIFTY-FOUR THOUSAND EIGHTY-EIGHT** DOLLARS (**$10,154,088**) and shall consist of Funded Programs as shown on the Financial Summary."

3. Financial Summary for FY 2012-13 - 2, shall be deleted in its entirety and replaced with Financial Summary - 3 for FY 2012-13 attached hereto and incorporated herein by reference. All references in Agreement to Financial Summary for FY 2012-13 - 2, shall be deemed amended to state "Financial Summary - 3 for FY 2012-13".

4. Financial Summary Subprogram Schedule for FY 2012-13 - 2, shall be deleted in its entirety and replaced with Financial Summary Subprogram Schedule - 3 for FY 2012-13 attached hereto and incorporated herein by reference. All references in Agreement to Financial Summary Subprogram Schedule - 2 for FY 2012-13, shall be deemed amended to state "Financial Summary Subprogram Schedule - 3 for FY 2012-13".

5. Attachment V, Service Delivery Site Exhibit, shall be deleted in its entirety and replaced with Attachment V, Service Delivery Exhibit - 3 attached hereto and incorporated herein by reference. All references in Agreement to Service Delivery Site Exhibit, shall be deemed amended to state "Service Delivery Site Exhibit - 3."

6. Attachment VI, Service Exhibits, shall be deleted in its entirety and replaced with Attachment VI, Service Exhibits - 3 attached hereto and incorporated herein by reference. All references in Agreement to Service Exhibits, shall be deemed amended to state "Service Exhibits - 3."

7. Service Exhibit No. 1015 – FULL SERVICE PARTNERSHIP (FSP) shall be added to Agreement attached hereto and incorporated herein by reference.

8. Service Exhibit No. 1035 – FIELD CAPABLE CLINICAL SERVICES (FCCS) shall be added to Agreement attached hereto and incorporated herein by reference.

9. Contractor shall provide services in accordance with Contractor's FY 2010-11 Negotiation Package for this Agreement and any addenda thereto approved in writing by Director.

10. Except as provided in this Amendment, all other terms and conditions of the Agreement shall remain in full force and effect.

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IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by County's Director of Mental Health or his designee, and Contractor has caused this Amendment to be subscribed on its behalf by its duly authorized officer, on the day, month, and year first above written.

COUNTY OF LOS ANGELES

By _____
MARVIN J. SOUTHARD, D.S.W.
Director of Mental Health

Tessie Cleveland Community Services Corporation
CONTRACTOR

By _____

Name Moses Chadwick

Title Executive/Clinical Director
(AFFIX CORPORATE SEAL HERE)

APPROVED AS TO FORM:
OFFICE OF THE COUNTY COUNSEL

APPROVED AS TO CONTRACT ADMINISTRATION:

DEPARTMENT OF MENTAL HEALTH

By _____
Chief, Contracts Development and Administration Division

maki: Tessie Cleveland FY 12-13 Amendment #3 add $

COUNTY OF LOS ANGELES

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

ROBIN KAY, Ph.D.
Chief Deputy Director

RODERICK SHANER, M.D.
Medical Director

550 SOUTH VERMONT AVENUE, LOS ANGELES, CALIFORNIA 90020

Attachment B

BOARD OF SUPERVISORS
GLORIA MOLINA
MARK RIDLEY-THOMAS
ZEV YAROSLAVSKY
DON KNABE
MICHAEL D. ANTONOVICH

DEPARTMENT OF MENTAL HEALTH

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

September 12, 2012

TO: Each Supervisor

FROM: Robin Kay for
Marvin J. Southard, D.S.W.
Director

SUBJECT: **REQUEST TO INCREASE DELEGATED AUTHORITY PERCENTAGE FOR THE LEGAL ENTITY AGREEMENT WITH TESSIE CLEVELAND COMMUNITY SERVICES CORPORATION FOR FISCAL YEAR 2012-13**

This memorandum is to comply with Board Policy Manual, Section 5.120, Authority to Approve Increase to Board Approved Contract Amount. The Policy mandates that any department requesting a percentage increase exceeding 20 percent of the total contract amount must provide a detailed justification and advance written notice to your Board, with a copy to the Chief Executive Officer, at least two weeks prior to the Board meeting at which the proposed contract is to be presented.

With the addition of Mental Health Services Act (MHSA) Full Service Partnership and MHSA Field Capable Clinical Services program funds, the Department of Mental Health (DMH) requests delegated authority to increase the Maximum Contract Amount (MCA) of Tessie Cleveland Community Services Corporation (Tessie Cleveland) which will exceed the 20 percent delegated authority for Fiscal Year 2012-13.

Tessie Cleveland began providing these services through a subcontract with Special Service for Groups (SSG). The long term goal was for SSG to incubate and mentor Tessie Cleveland to eventually become a Legal Entity (LE) provider. Now that Tessie Cleveland has a LE Agreement with DMH, the subcontracted funds will be transferred from SSG to Tessie Cleveland and Tessie Cleveland will continue to provide the services. The recommended actions will enable Tessie Cleveland to continue to provide mental health services to children, transition age youth, and older adults in Service Areas 6, 7, and 8.

If you have any questions or concerns, please contact me, or your staff may contact Richard Kushi, Chief, Contracts Development and Administration Division, at (213) 738-4684.

MJS:MM:BM:RK:mm

c: Health Deputy
Chief Executive Officer
Executive Officer, Board of Supervisors
County Counsel
Robin Kay, Ph.D.
Sandra Thomas, L.C.S.W.