

December 20, 2022

MOTION BY SUPERVISOR HILDA L. SOLIS

Advancing Mental Health Care at the LAC+USC Medical Center

The County continues to face a crisis as a result of a persistent shortage of mental health beds. This has resulted in overcrowded psychiatric emergency rooms; the cycling of individuals with medical, mental, and substance use disorders in and out of hospital emergency rooms; and the incarceration of individuals with mental illness and co-occurring substance use disorders who would be better served in a clinical setting. In addition, the shortage of mental health beds in the County continues to delay this Board's efforts to close Men's Central Jail, and fully implement the "Care First, Jails Last" approach to justice reform.

The LAC+USC Medical Center campus currently does not contain adolescent psychiatric inpatient beds and lacks permanent adult psychiatric inpatient beds. Adult psychiatric patients are currently held in Ward 2E, which was originally designed as a postsurgical recovery unit. The two proposed projects to remodel Wards 2E, 7A, and 3D within the existing Inpatient Tower, will provide 10 new adolescent psychiatric beds, 24 permanent adult acute psychiatric beds, and 24 behavioral health medical surgical beds. This will increase the County's ability to provide services to individuals experiencing acute mental health disorders and relocate ten adolescent psychiatric beds from the Augustus F. Hawkins Mental Health Building at the Martin Luther King, Jr., Medical Center campus.

MOTION

SOLIS _____

MITCHELL _____

HORVATH _____

BARGER _____

HAHN _____

On September 27, 2022, the Director of the Department of Health Services (DHS) was delegated authority by the Board to accept the Behavioral Health Continuum Infrastructure Program (BHCIP) grant funds conditionally awarded to the County by the California Department of Health Care Services via Advocates for Human Potential, the State's grant and fiscal administrator for BHCIP Round 3 Launch Ready Grants, to support the expansion of the County's behavioral health system at an anticipated amount of \$39,611,397 to DHS for the proposed projects. The project budgets and schedules are included in Enclosure A. County grant applicants are required to provide ten percent of the BHCIP grant award, excluding contingencies and other project costs, as matching funds for the project. DHS determined it would pledge cash as the match requirement.

The funding received by the County through the State's BHCIP grant are for those costs associated with these projects incurred after award of the grant. Of the total project budgets, DHS has already paid \$2,217,000 through the DHS operating budget: \$737,000 for the Ward 2E project and \$1,480,000 for the Wards 7A and 3D project. The grant and DHS Match will fully fund the remainder of the project budgets and will be adjusted as needed during future budget phases for the respective capital projects.

DHS and the Department of Mental Health (DMH) will make any necessary inter-departmental reimbursements and provide additional funding, if needed, based on any modification to cost-sharing arrangements, as previously agreed via an approved Memorandum of Understanding executed between the two departments in February 2022.

Design for the proposed projects has been completed and action from the Board of Supervisors is necessary to move the project into construction and establish the necessary fiscal actions to support the BHCIP grant process. If approved, the construction for the proposed projects will be carried out by Board approved Job Order Contracts (JOCs). Since Wards 2E, 3D, and 7A are each located on different floors and in separate locations within the LAC+USC Medical Center Inpatient Tower, the work within each of the three wards is segregated into separate and distinct categories of projects, including a demolition phase and a remodeling phase for each ward. Each such demolition and remodeling phase will be carried out using separate Board-approved JOCs to expedite construction. The value of each demolition and construction phase will not exceed the maximum JOC contract value of \$5,200,000.

The construction work would be closely coordinated with LAC+USC Medical Center operations to ensure patient care is not impacted. Construction of both projects is scheduled to start in February 2023, and Ward 2E is scheduled to be completed in October 2023, and Wards 7A and 3D is scheduled to be completed in February 2024. The start of construction may be delayed due to a potential winter surge in COVID-19 and other respiratory illness caseloads which may be experienced between December 2022 and January 2023. A surge in caseloads may require the wards to remain operational during the winter for ongoing patient care.

In accordance with the Board's Civic Art Policy amended on August 4, 2020, the proposed project budgets include one percent of the eligible design and construction costs to the Civic Art allocation in the amount of \$41,000 for LAC+USC MC Ward 2E Remodel Project and \$135,000

for LAC+USC MC Wards 7A and 3D Remodel Project.

I, THEREFORE, MOVE that the Board of Supervisors

1. Find that the proposed LAC+USC Medical Center Ward 2E Remodel and LAC+USC Medical Center Wards 7A and 3D Remodel Projects are exempt from the California Environmental Quality Act because the projects provide for repair, refurbishment, replacement and minor alterations of existing facilities involving negligible or no expansion of an existing use and where replacement features will have the same purpose and capacity. The two separate projects consist of repairs and remodeling work to existing facilities and are within certain classes of projects that have been determined not to have a significant effect on the environment in that they meet the criteria set forth in Sections 15301 (a), (d), and (l); and 15302 (c) of the California Environmental Quality Act Guidelines and Classes 1 (c), (d), (l), and 2 (e) of the County's Environmental Document Reporting Procedures and Guidelines, Appendix G. Additionally, the proposed projects will comply with all applicable regulations, are not located in a sensitive environment, there are no cumulative impacts, no unusual circumstances, no damage to scenic highways, not part of the listing on hazardous waste sites pursuant to Government Code Section 65962.5, and no indications that the projects may cause a substantial adverse change in the significance of a historical resource that would make the exemption inapplicable based on the records of proposed projects. Upon the Board's approval of the projects and related actions, Public Works will file a Notice of Exemption for each project with the

County Clerk in accordance with Section 21152 of the Public Resources Code and will post the Notices to the Los Angeles County Registrar-Recorder/County Clerk website pursuant to Section 21092.2.

2. Establish and approve the LAC+USC Medical Center Ward 2E Remodel Project, Capital Project No. 87863, with a total project budget of \$6,522,000, and the LAC+USC Medical Center Wards 7A and 3D Remodel Project, Capital Project No. 87864, with a total project budget of \$22,406,000.
3. Approve the Fiscal Year 2022-23 appropriation adjustment (Enclosure B) to fund the Fiscal Year 2022-23 estimated expenditures in the amount of \$3,674,000 and \$11,894,000, funded by the Behavioral Health Continuum Infrastructure Program grant, and the ten percent match from the DHS for the proposed LAC+USC Medical Center Ward 2E Remodel Project, Capital Project No. 87863, and LAC+USC Medical Wards 7A and 3D Remodel Projects, Capital Project No. 87864, respectively.
4. Authorize DHS to set up an Individual Development Bank Account jointly with Advocates for Human Potential, Inc., Behavioral Health Continuum Infrastructure Program grant and fiscal administrator.
5. Authorize DHS to make the necessary accounting transactions to initially transfer \$3,319,000 cash from DHS Designation and up to a total of \$4,000,000, to the Individual Development Bank Account to fulfill the ten percent County matching funds grant requirement.

6. Authorize DHS to designate three personnel to function as the Individual Development Bank Account Principals: authorize the first Individual Development Bank Account Principal to request funding from the Individual Development Bank Account, the second Individual Development Bank Account Principal to approve funding payments, and the third Individual Development Bank Account Principal to send the payments from the Individual Development Bank Account to Capital Projects No. 87863 and 87864 for reimbursement.
7. Authorize DHS to execute periodic accounting transactions to draw down the grant funds and DHS match from the Individual Development Bank Account as actual expenditures are incurred by the capital projects and approved for reimbursement by Advocates for Human Potential.
8. Authorize the Director of Public Works or his designee to deliver the LAC+USC Medical Center Ward 2E Remodel and LAC+USC Medical Center Wards 7A and 3D Remodel Projects using Board-approved JOCs.

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HLS: mr

ENCLOSURE A to
Advancing Mental Health Care at the LAC+USC Medical Center Motion
 December 20, 2022

**CONSTRUCTION CONTRACT
 CONSTRUCTION MANAGEMENT CORE SERVICE AREA
 LAC+USC MEDICAL CENTER
 WARD 2E REMODEL AND
 WARDS 7A AND 3D REMODEL PROJECTS
 ESTABLISH AND APPROVE PROJECTS
 APPROVE PROJECT BUDGETS
 APPROVE APPROPRIATION ADJUSTMENT
 AUTHORIZE INDIVIDUAL DEVELOPMENT BANK ACCOUNT
 AND ASSOCIATED ACTIVITIES AND
 AUTHORIZE USE OF JOB ORDER CONTRACTS
 CAPITAL PROJECT NOS. 87863 AND 87864
 (SUPERVISORIAL DISTRICT 1)
 (FISCAL YEAR 2022-23)
 (4 VOTES)**

LAC+USC MEDICAL CENTER WARD 2E REMODEL PROJECT

I. PROJECT SCHEDULE SUMMARY

Project Activity	Scheduled Completion Date
Construction Documents	June 2021*
Jurisdictional Approvals	February 2022*
Construction Start	February 2023
Substantial Completion	October 2023
Final Acceptance	November 2023

*Completed Activity

II. PROJECT BUDGET SUMMARY

Project Activity	Budget
Construction	\$3,880,000
Construction Contingency	\$1,169,000
Construction Subtotal	\$5,049,000
Civic Art	\$ 41,000
Plans and Specification	\$ 736,000
Consultant Services	\$ 151,000
Miscellaneous Expenditure	\$ 31,000
Jurisdictional Review, Plan Check, and Permit	\$ 154,000
County Services	\$ 360,000
TOTAL PROJECT COST	\$6,522,000

ENCLOSURE A to
Advancing Mental Health Care at the LAC+USC Medical Center Motion
 December 20, 2022

LAC+USC MEDICAL CENTER WARDS 7A AND 3D REMODEL PROJECT

I. PROJECT SCHEDULE SUMMARY

Project Activity	Scheduled Completion Date
Construction Documents	December 2021*
Jurisdictional Approvals	July 2022*
Construction Start	February 2023
Substantial Completion	February 2024
Final Acceptance	March 2024

*Completed Activity

II. PROJECT BUDGET SUMMARY

Project Activity	Budget
Construction	\$13,824,000
Construction Contingency	\$ 3,673,000
Construction Subtotal	\$17,497,000
Civic Art	\$ 135,000
Plans and Specification	\$ 1,704,000
Consultant Services	\$ 371,000
Miscellaneous Expenditure	\$ 101,000
Jurisdictional Review, Plan Check, and Permit	\$ 600,000
County Services	\$ 1,998,000
TOTAL PROJECT COST	\$22,406,000

October 20, 2022

COUNTY OF LOS ANGELES

REQUEST FOR APPROPRIATION ADJUSTMENT

DEPARTMENT OF HEALTH SERVICES

AUDITOR-CONTROLLER:

THE FOLLOWING APPROPRIATION ADJUSTMENT IS DEEMED NECESSARY BY THIS DEPARTMENT. PLEASE CONFIRM THE ACCOUNTING ENTRIES AND AVAILABLE BALANCES AND FORWARD TO THE CHIEF EXECUTIVE OFFICER FOR HER RECOMMENDATION OR ACTION.

ADJUSTMENT REQUESTED AND REASONS THEREFORE

FY 2022-23

4 - VOTES

SOURCES

USES

BA DETAIL - SEE ATTACHMENT PAGE 1

BA DETAIL - SEE ATTACHMENT PAGE 1

SOURCES TOTAL \$ 22,206,000

USES TOTAL \$ 22,206,000

JUSTIFICATION

This budget adjustment of \$15,568,000 is necessary to fund Capital Project No. 87863, LAC+USC Medical Center Ward 2E Remodel Project in the amount of \$3,674,000 and Capital Project No. 87864, LAC+USC Medical Center Wards 7A and 3D Remodel Projects in the amount of \$11,894,000, funded by the BHCIP grant and 10% match from DHS for anticipated expenditures in FY 2022-23.

ADOPTED

BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

7 DEC 20 2022

Beverly Sosa-Reyes

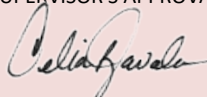
Digitally signed by Beverly Sosa-Reyes
Date: 2022.10.20 14:00:50 -07'00'

(Beverly Sosa-Reyes signed for Jean Lo)

AUTHORIZED SIGNATURE

JEAN LO, CHIEF, CONTROLLER'S DIVISION

BOARD OF SUPERVISOR'S APPROVAL (AS REQUESTED/REVISED)



CELIA ZAVALA
EXECUTIVE OFFICER

REFERRED TO THE CHIEF
EXECUTIVE OFFICER FOR---

ACTION

RECOMMENDATION
Digitally signed by Lan Sam
Date: 2022.10.20
14:29:37 -07'00'
Lan Sam

BY

DATE **10/20/2022**

APPROVED AS REQUESTED

APPROVED AS REVISED

CHIEF EXECUTIVE OFFICER

BY

DATE **11/17/2022**

Amir Alam
Digitally signed by Amir Alam
Date: 2022.11.17
09:53:37 -08'00'

AUDITOR-CONTROLLER

B.A. NO. **042**

COUNTY OF LOS ANGELES
REQUEST FOR APPROPRIATION ADJUSTMENT

FY 2022-23
4 - VOTES

SOURCES	USES
DHS ENTERPRISE FUND MN2-3078 COMMITTED FOR DHS DECREASE OBLIGATED FUND BALANCE	DHS ENTERPRISE FUND MN2-HS-6100-60070 OTHER FINANCING USES INCREASE APPROPRIATION
3,319,000	3,319,000
LAC+USC MEDICAL CENTER LAC+USC MEDICAL CENTER WARD 2E REMODEL A01-CP-96-9919-64010-87863 OPERATING TRANSFERS IN - CAPITAL PROJECTS INCREASE REVENUE	LAC+USC MEDICAL CENTER LAC+USC MEDICAL CENTER WARD 2E REMODEL A01-CP-6014-64010-87863 CAPITAL ASSETS - B & I INCREASE APPROPRIATION
3,319,000	3,674,000
LAC+USC MEDICAL CENTER LAC+USC MEDICAL CENTER WARD 2E REMODEL A01-CP-88-882D-64010-87863 STATE-BEHAVIORAL HLTH CONTINUUM INFRASTRUCTURE PRGM-CAP PROJ INCREASE REVENUE	
355,000	
LAC+USC MEDICAL CENTER LAC+USC MEDICAL CENTER WARDS 7A AND 3D REMODEL A01-CP-88-882D-64010-87864 STATE-BEHAVIORAL HLTH CONTINUUM INFRASTRUCTURE PRGM-CAP PROJ INCREASE REVENUE	LAC+USC MEDICAL CENTER LAC+USC MEDICAL CENTER WARDS 7A AND 3D REMODEL A01-CP-6014-64010-87864 CAPITAL ASSETS - B & I INCREASE APPROPRIATION
11,894,000	11,894,000
GENERAL FUND A01-3301 FUND BALANCE INCREASE FUND BALANCE	GENERAL FUND A01-303V NONSPENDABLE DEPOSIT WITH OTHERS-BHCIP INCREASE OBLIGATED FUND BALANCE
3,319,000	3,319,000
SOURCES TOTAL	USES TOTAL
\$ 22,206,000	\$ 22,206,000

BA042
10.20.2022

ADOPTED

BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

7 DEC 20 2022



CELIA ZAVALA
EXECUTIVE OFFICER