



County of Los Angeles Health and Mental Health Services

FESIA A. DAVENPORT
Chief Executive Officer

DATE: Wednesday, December 14, 2022

TIME: 10:30 A.M.

THIS MEETING WILL CONTINUE TO BE CONDUCTED VIRTUALLY TO ENSURE THE SAFETY OF MEMBERS OF THE PUBLIC AND EMPLOYEES AS PERMITTED UNDER STATE LAW.

TO PARTICIPATE IN THE MEETING, PLEASE CALL AS FOLLOWS:

DIAL-IN NUMBER: 1 (323) 776-6996

CONFERENCE ID: 322130288#

[MS Teams link](#) (Ctrl+Click to Follow Link)

AGENDA

Members of the Public may address the Health and Mental Health Services Meeting on any agenda item. Two (2) minutes are allowed for each item.

THIS TELECONFERENCE WILL BE MUTED FOR ALL CALLERS. PLEASE DIAL *6 TO UNMUTE YOUR PHONE WHEN IT IS YOUR TIME TO SPEAK.

- I. Call to order
- II. **Information Item(s)** (Any Information Item is subject to discussion and/or presentation at the request of two or more Board offices):
 - a. **ISD/DHS:** Rancho Los Amigos Medical Air and Vacuum Remodeling Project – Establish and Approve Project and Related Appropriation Adjustment, Authorize JOC
 - b. **ISD/DHS:** Various X-ray Room Remodeling Project – Establish and Approve Project and Related Appropriation Adjustment, Authorize JOC
- III. **Presentation Item(s):**
 - a. **DHS:** Fiscal Outlook

b. **DPW/DPH:** Public Health Downey Laboratory Expansion and Renovation Project - Establish Capital Project, Authorize a Consultant Services Agreement, and Related Appropriation Adjustment

c. **DMH:** Approval for Hiring Authority New Antelope Valley Child and Family Mental Health Center

IV. Items Continued from a Previous Meeting of the Board of Supervisors or from the Previous Agenda Review Meeting

V. Items not on the posted agenda for matters requiring immediate action because of an emergency situation, or where the need to take immediate action came to the attention of the Department subsequent to the posting of the agenda

VI. Public Comment

VII. Adjournment

BOARD LETTER/MEMO CLUSTER FACT SHEET

☒ Board Letter

☐ Board Memo

☐ Other

CLUSTER AGENDA REVIEW DATE	12/14/2022		
BOARD MEETING DATE	1/10/2023		
SUPERVISORIAL DISTRICT AFFECTED	<input type="checkbox"/> All <input type="checkbox"/> 1 st <input type="checkbox"/> 2 nd <input type="checkbox"/> 3 rd <input checked="" type="checkbox"/> 4 th <input type="checkbox"/> 5 th		
DEPARTMENT(S)	Department of Health Services		
SUBJECT	Rancho Los Amigos National Rehabilitation Center Medical Air and Vacuum Remodeling Project		
PROGRAM			
AUTHORIZES DELEGATED AUTHORITY TO DEPT	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
SOLE SOURCE CONTRACT	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	If Yes, please explain why:		
DEADLINES/ TIME CONSTRAINTS	N/A		
COST & FUNDING	Total cost: \$1,796,000	Funding source: DHS Enterprise Fund-Committed	
	TERMS (if applicable):		
	Explanation: Approval of the enclosed Fiscal Year 2022-23 appropriation adjustment (Enclosure B) will transfer \$172,000 from the DHS' Enterprise Fund-Committed for DHS to fund the projected Fiscal Year 2022-23 expenditures for the proposed Rancho Los Amigos National Rehabilitation Center Medical Air and Vacuum Remodeling Project, Capital Project No. 87595. If the project is approved, DHS will provide funding in the future budget phases, as needed, to fully fund the remaining projects budget.		
PURPOSE OF REQUEST	Approval of the recommendations will find the Rancho Los Amigos National Rehabilitation Center Medical Air and Vacuum Remodeling Project exempt from the California Environmental Quality Act, establish and approve Capital Project No. 87595 and related appropriation adjustment, and authorize the Director of the Internal Services Department, or designee, to deliver the proposed project using a Board-approved Job Order Contract.		
BACKGROUND (include internal/external issues that may exist including any related motions)	The proposed project will remodel the existing medical air and medical vacuum system servicing the Jacqueline Perry Institute facility at the RLANRC, which is located at 7601 Imperial Highway in the City of Downey. The existing medical air and medical vacuum system is about 30 years old and have exceeded their expected life cycle. The loss of medical air and medical vacuum capabilities will directly affect the patient care units and must be replaced to ensure patient safety.		
EQUITY INDEX OR LENS WAS UTILIZED	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If Yes, please explain how:		
SUPPORTS ONE OF THE NINE BOARD PRIORITIES	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If Yes, please state which one(s) and explain how:		
DEPARTMENTAL CONTACTS	Name, Title, Phone # & Email: - Thomas DeSantis, P&PM Division Manager, (323) 267-3467, TDesantis@isd.lacounty.gov		



County of Los Angeles
INTERNAL SERVICES DEPARTMENT

1100 North Eastern Avenue
Los Angeles, California 90063

SELWYN HOLLINS
Director

Telephone: (323) 267-2101
FAX: (323) 264-7135

"Trusted Partner and Provider of Choice"

January 10, 2023

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:

**DEPARTMENT OF HEALTH SERVICES
RANCHO LOS AMIGOS NATIONAL REHABILITATION CENTER
MEDICAL AIR AND VACUUM REMODELING PROJECT
CATEGORICAL EXEMPTION
ESTABLISH AND APPROVE CAPITAL PROJECT NO. 87595
AND RELATED APPROPRIATION ADJUSTMENT
AUTHORIZE USE OF JOB ORDER CONTRACT
(SUPERVISORIAL DISTRICT 4)
(FISCAL YEAR 2022-23)
(4-VOTES)**

SUBJECT

Approval of the recommendations will find the Rancho Los Amigos National Rehabilitation Center Medical Air and Vacuum Remodeling Project exempt from the California Environmental Quality Act, establish and approve Capital Project No. 87595 and related appropriation adjustment, and authorize the Director of the Internal Services Department, or designee, to deliver the proposed project using a Board-approved Job Order Contract.

IT IS RECOMMENDED THAT THE BOARD:

1. Find the proposed Rancho Los Amigos National Remodeling Center Medical Air and Vacuum Refurbishment Project exempt from the California Environmental Quality Act for the reasons stated in this letter and in the record of the project.
2. Establish and approve the Rancho Los Amigos National Rehabilitation Center Medical Air and Vacuum Remodeling Project, Capital Project No. 87595 with a total budget of \$1,796,000.

3. Approve the Fiscal Year 2022-23 appropriation adjustment to transfer \$172,000 from the Department of Health Services' Enterprise Fund-Committed for the Department of Health Services to fund the estimated Fiscal Year 2022-23 expenditures for the Rancho Los Amigos National Rehabilitation Center Medical Air and Vacuum Remodeling Project, Capital Project No. 87595.
4. Authorize the Director of the Internal Services Department, or designee, to deliver the Rancho Los Amigos National Rehabilitation Center Medical Air and Vacuum Remodeling Project using a Board-approved Job Order Contract.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

Approval of the recommendations will find the proposed Rancho Los Amigos National Rehabilitation Center (RLANRC) Medical Air and Vacuum Remodeling Project (project) exempt from the California Environmental Quality Act (CEQA), establish and approve Capital Project No. 87595 and related appropriation adjustment, and authorize the Internal Services Department (ISD) to deliver the proposed project using a Board-approved Job Order Contract (JOC).

The proposed project will remodel the existing medical air and medical vacuum system servicing the Jacqueline Perry Institute facility at the RLANRC, which is located at 7601 Imperial Highway in the City of Downey. The existing medical air and medical vacuum system is about 30 years old and have exceeded their expected life cycle. The loss of medical air and medical vacuum capabilities will directly affect the patient care units and must be replaced to ensure patient safety.

The proposed scope of work includes the following: removal of the existing medical air and vacuum assemblies and associated controls within the existing mechanical room and the installation of piping, pumps, vibration isolators, filters, compressor modules, compressed air receiver tank, air dryers, monitors, controls, conduits, power feeders, circuit breakers, and firestopping to refurbish and remodel the existing system. Temporary medical gas equipment will be provided during the refurbishment and remodeling work in order to provide continuous medical air and vacuum capabilities.

The design for this proposed project was completed on March 2022. The estimated time for the refurbishment and remodeling work is 12 months.

Implementation of Strategic Plan Goals

These recommendations support the County Strategic Plan: Goal II. Foster Vibrant and Resilient Communities, Strategy II.2 – Support the Wellness of our Communities, Objective II.2.2 Expand Access to Recreational and Cultural Opportunities, and Goal III. Realize Tomorrow's Government Today, Strategy III.3 - Pursue Operational Effectiveness, Fiscal Responsibility, and Accountability, Objective III.3.2 Manage and Maximize County Assets by supporting the wellness of our communities, enhancing the delivery of comprehensive and seamless healthcare services to the residents of the County seeking healthcare assistance, and improving the operational effectiveness of an existing County asset.

FISCAL IMPACT/FINANCING

The project budget for the RLANRC Medical Air and Vacuum Remodeling Project is estimated at \$1,796,000, which includes design, construction, change order allowance, inspection/testing, and ISD county services (Enclosure A). The Department of Health Services (DHS) has previously paid \$87,000 for preliminary assessment fees through the DHS operating budget.

Approval of the enclosed Fiscal Year 2022-23 appropriation adjustment (Enclosure B) will transfer \$172,000 from the DHS' Enterprise Fund-Committed for DHS to fund the projected Fiscal Year 2022-23 expenditures for the proposed Rancho Los Amigos National Rehabilitation Center Medical Air and Vacuum Remodeling Project, Capital Project No. 87595. If the project is approved, DHS will provide funding in the future budget phases, as needed, to fully fund the remaining projects budget.

Operating Budget Impact

The proposed scope of work consists of the refurbishment and remodeling of the existing medical air and vacuum system. Therefore, following the completion of the proposed project, no one-time start-up or additional ongoing costs is anticipated, as a result of the proposed project. There is no net County cost impact associated with the recommended actions.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

In accordance with the Board's Local and Targeted Worker Hire Policy, updated on June 11, 2019, the proposed project will include a best efforts Local Worker hiring goal of at least thirty percent (30%). The "Targeted Worker" component will not be included as part of the proposed project.

In accordance with the Board's Civic Art Policy, adopted on December 7, 2004, and last amended on August 4, 2020, the proposed project is exempt from the Civic Art Allocation as it involves the repair, maintenance, or refurbishment of building systems of the replacement project.

ENVIRONMENTAL DOCUMENTATION

The proposed project is categorically exempt from CEQA. The scope of work consists of the installation of a medical air compressor and vacuum components to refurbish and remodel the existing medical air and vacuum system. Therefore, the work is 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(d) and (f), 15302(c), and 15303 of the State CEQA Guidelines and Classes 1(c) and (i), 2(e), and 3 of the County's Environmental Document Reporting Procedures and Guidelines, Appendix G because it consists of repairs and minor alterations to existing public facilities with negligible or no expansion of use, replacement of features with the same purpose and capacity, placement of small equipment and accessory structures, and installation of equipment at existing facilities.

In addition, based on the records of the proposed project, it will comply with all applicable regulations, it is not located in a sensitive environment and there are no cumulative impacts, unusual circumstances,

listing on hazardous waste sites compiled pursuant to Government Code section 65962.5, or indications that the project may cause a substantial adverse change in the significance of a historic resource that would make the exemption inapplicable.

Upon the Board's approval of the recommended actions related to the proposed project, ISD will file a Notice of Exemption with the Registrar-Recorder/County Clerk in accordance with section 21152 of the California Public Resources Code and will post the notice to its website in accordance with section 21092.2.

CONTRACTING PROCESS

The proposed project will be delivered using an ISD Board-approved JOC for the construction. The standard Board-directed clauses, including those that provide for contract termination and hiring qualified displaced county employees, are included in all JOCs.

The JOC contractor who will perform the work is required to fully comply with applicable legal requirements, which among other things, include Chapters 2.200 (Child Support Compliance Program) and 2.203 (Contractor Employee Jury Service Program) of the Los Angeles County Code, and Section 1774 of the California Labor Code pertaining to payment of prevailing wages.

For this Project, ISD has made the determination that the use of a JOC is the most appropriate contracting method to perform the tasks involved. Specifically, to the extent the project entails repair, remodeling, refurbishment, or alteration, and the cost of such project exceeds \$50,000, such project would have to be performed via a competitively-procured construction contract, such as a JOC, not by county employees, due to the "Force Account" limitations set forth in the Public Contract Code.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Approval of the recommendations will have minimal impact on current county services.

CONCLUSION

Please return one adopted copy of the board letter to the following: ISD Operations Service, the Chief Executive Office – Capital Programs Division, and the Department of Health Services

Respectfully submitted,

Selwyn Hollins
Director

SH:ME:TD:sy

Enclosures

C: Executive Office, Board of Supervisors
Chief Executive Officer
County Counsel
Department of Health Services

DRAFT

PROJECT INFORMATION SHEET SCHEDULE AND BUDGET SUMMARY

PROJECT :	Rancho Los Amigos Rehabilitation Center Medical Air and Vacuum Refurbishment Project
CAPITAL PROJECT NO. :	87595

I. PROJECT SCHEDULE		
Project Activity	Scheduled Completion Date	Scheduled Completion Date
Complete Construction Documents	Complete	March 2022
Jurisdictional Approval	Complete	August 2022
Award Construction Contract	3 months following Board approval	April 2023
Substantial Completion	13 months following Board approval	Feb 2024
Project Acceptance	15 months following Board approval	April 2024

II. BUDGET SUMMARY	
Budget Category	Proposed Budget
Construction	
Construction	\$ 924,000.00
Change Orders	\$ 226,000.00
Subtotal	\$ 1,150,000.00
Civic Art	\$ -
Plans and Specifications	\$ 179,000.00
Jurisdictional Review/Plan Check/Permits	\$ 27,000.00
County Services	\$ 440,000.00
Total Project Budget	\$ 1,796,000.00

December 06, 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	
DHS ENTERPRISE FUND		DHS ENTERPRISE FUND	
MN2-3078		MN2-HS-6100-60070	
COMMITTED FOR DHS		OTHER FINANCING USES	
DECREASE OBLIGATED FUND BALANCE	172,000	INCREASE APPROPRIATION	172,000
RANCHO LOS AMIGOS NATIONAL REHAB. CENTER ENTERPRISE FUND		RANCHO LOS AMIGOS NATIONAL REHAB. CENTER ENTERPRISE FUND	
MN7-HR-96-9911-60040		MN7-HR-96-9912-60040	
OPERATING TRANSFERS IN		OPERATING SUBSIDY - GENERAL FUND	
INCREASE REVENUE	172,000	DECREASE REVENUE	172,000
ENT SUB - RANCHO LOS AMIGOS NATIONAL REHABILITATION CENTER		RANCHO LOS AMIGOS NATIONAL REHAB CENTER	
A01-AC-6100-21200-21230		RLANRC MEDICAL AIR AND VACUUM REMODEL	
OTHER FINANCING USES		A01-CP-6014-64025-87595	
DECREASE APPROPRIATION	172,000	CAPITAL ASSETS - B & I	
		INCREASE APPROPRIATION	172,000
SOURCES TOTAL	\$ 516,000	USES TOTAL	\$ 516,000

JUSTIFICATION

This budget adjustment of \$172,000 is necessary to fund Capital Project No. 87595, RLANRC Medical Air and Vacuum Remodel Project, from DHS Enterprise Fund-Committed for DHS for anticipated expenditures in FY 2022-23.

AUTHORIZED SIGNATURE JEAN LO, CHIEF, CONTROLLER'S DIVISION

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

REFERRED TO THE CHIEF EXECUTIVE OFFICER FOR---	<input type="checkbox"/> ACTION	<input type="checkbox"/> APPROVED AS REQUESTED
	<input type="checkbox"/> RECOMMENDATION	<input type="checkbox"/> APPROVED AS REVISED
AUDITOR-CONTROLLER	BY	CHIEF EXECUTIVE OFFICER
B.A. NO.	DATE	DATE

BOARD LETTER/MEMO CLUSTER FACT SHEET

☒ Board Letter

☐ Board Memo

☐ Other

CLUSTER AGENDA REVIEW DATE	12/14/2022		
BOARD MEETING DATE	1/10/2023		
SUPERVISORIAL DISTRICT AFFECTED	<input type="checkbox"/> All <input checked="" type="checkbox"/> 1 st <input type="checkbox"/> 2 nd <input type="checkbox"/> 3 rd <input checked="" type="checkbox"/> 4 th <input checked="" type="checkbox"/> 5 th		
DEPARTMENT(S)	Department of Health Services		
SUBJECT	Various Radiology Room Remodeling Projects		
PROGRAM			
AUTHORIZES DELEGATED AUTHORITY TO DEPT	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
SOLE SOURCE CONTRACT	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If Yes, please explain why:		
DEADLINES/ TIME CONSTRAINTS	N/A		
COST & FUNDING	Total cost:	Funding source:	\$815,000 DHS Integrated Correctional Health Services operating budget
	TERMS (if applicable):		
	Explanation: Approval of the enclosed appropriation adjustment (Enclosure A) will transfer \$292,000 from the DHS Integrated Correctional Health Services operating budget funded by AB 109 to fund the projected Fiscal Year 2022-23 expenditures for the proposed projects. DHS will provide funding in the future budget phases, as needed, to fully fund the remaining project budgets.		
PURPOSE OF REQUEST	Approval of the recommendations will find the three proposed Capital Projects are exempt from the California Environmental Quality Act, establish and approve Capital Project Nos. 87875, 87876, and 87877 and related appropriation adjustment, and authorize the Director of the Internal Services Department, or designee, to deliver the proposed projects using a Board-approved Job Order Contract.		
BACKGROUND (include internal/external issues that may exist including any related motions)	The Department of Health Services (DHS) has procured Fujifilm X-ray machines to replace old and outdated machines at several DHS facilities. The new equipment will enhance services provided by minimizing maintenance downtimes at the various facilities. The proposed projects will remodel existing X-ray rooms and associated control rooms in order to accommodate the installation of the Fujifilm X-ray machines. The project budgets do not include the cost of the X-ray machines.		
EQUITY INDEX OR LENS WAS UTILIZED	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If Yes, please explain how:		
SUPPORTS ONE OF THE NINE BOARD PRIORITIES	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If Yes, please state which one(s) and explain how:		
DEPARTMENTAL CONTACTS	Name, Title, Phone # & Email: - Thomas DeSantis, P&PM Division Manager, (323) 267-3467, TDesantis@isd.lacounty.gov		



County of Los Angeles
INTERNAL SERVICES DEPARTMENT

1100 North Eastern Avenue
Los Angeles, California 90063

SELWYN HOLLINS
Director

Telephone: (323) 267-2101
FAX: (323) 264-7135

"Trusted Partner and Provider of Choice"

January 10, 2023

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:

**DEPARTMENT OF HEALTH SERVICES
VARIOUS CAPITAL PROJECTS
ESTABLISH AND APPROVE VARIOUS RADIOLOGY ROOM REMODELING PROJECTS
AND RELATED APPROPRIATION ADJUSTMENT
CAPITAL PROJECT NOS. 87875, 87876, AND 87877
(SUPERVISORIAL DISTRICTS 1, 4, and 5)
(FISCAL YEAR 2022-23)
(3 VOTES)**

SUBJECT

Approval of the recommendations will find the three proposed Capital Projects are exempt from the California Environmental Quality Act, establish and approve Capital Project Nos. 87875, 87876, and 87877 and related appropriation adjustment, and authorize the Director of the Internal Services Department, or designee, to deliver the proposed projects using a Board-approved Job Order Contract.

IT IS RECOMMENDED THAT THE BOARD:

1. Find the three proposed projects at the Century Regional Detention Facility, North County Correctional Facility, and Twin Towers Correctional Facility are exempt from the California Environmental Quality Act for the reasons stated in this letter and in the record of the project.
2. Establish and approve three Capital Projects as follows:
 - a. Century Regional Detention Facility X-ray Room Remodeling Project, Capital Project No. 87875 with a total project budget of \$219,000.

- b. North County Correctional Facility X-ray Room Remodeling Project, Capital Project No. 87876 with a total project budget of \$344,000.
 - c. Twin Towers Correctional Facility X-ray Room Remodeling Project, Capital Project No. 87877 with a total project budget of \$252,000.
3. Approve an appropriation adjustment to transfer \$292,000 from the Integrated Correctional Health Services operating budget funded by AB 109 to fund the projected Fiscal Year 2022-23 expenditures for the following Capital Projects:
- a. \$86,000 for the Century Regional Detention Facility X-ray Room Remodeling Project, Capital Project No. 87875.
 - b. \$8,000 for the North County Correctional Facility X-ray Room Remodeling Project, Capital Project No. 87876.
 - c. \$198,000 for the Twin Towers Correctional Facility X-ray Room Remodeling Project, Capital Project No. 87877.
4. Authorize the Director of the Internal Services Department, or designee, to deliver the three Capital Projects using a Board-approved Job Order Contract.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

Approval of the recommendations will find the three proposed Capital Projects, Century Regional Detention Facility X-ray Room Remodeling, Capital Project (C.P.) No. 87875, North County Correctional Facility X-ray Room Remodeling, C.P. No. 87876, and Twin Towers Correctional Facility X-ray Room Remodeling, C.P. No. 87877 are exempt from the California Environmental Quality Act (CEQA), approve the projects and related appropriation adjustment, and authorize the Internal Services Department (ISD) to deliver the proposed projects using a Board-approved Job Order Contract (JOC).

The Department of Health Services (DHS) has procured Fujifilm X-ray machines to replace old and outdated machines at several DHS facilities. The new equipment will enhance services provided by minimizing maintenance downtimes at the various facilities. The proposed projects will remodel existing X-ray rooms and associated control rooms in order to accommodate the installation of the Fujifilm X-ray machines and do not include the cost of the X-ray machines.

Century Regional Detention Facility (CRDF) X-ray Room Remodeling Project, C.P. No. 87875

The proposed project will remodel an existing X-ray room within CRDF which is located at 11705 South Alameda Street in the City of Los Angeles. CRDF currently has two operating X-ray units, however, the older unit has reached its useful lifespan and requires constant maintenance.

The proposed scope of work at CRDF includes the following: removal of existing X-ray machine and associated equipment and rail system, existing flooring, sink, drain, work surface, electrical conduits,

and data lines; installation of electrical breaker, wires, conduit, data lines, flooring, wall patching, paint, accessible sink, piping, drain, work surface, structural supports for the ceiling, and floor base.

North County Correctional Facility (NCCF) X-ray Room Remodeling Project, C.P. No. 87876

The proposed project will remodel an existing X-ray room within NCCF which is located at 29340 The Old Road in the City of Castaic.

The proposed scope of work at NCCF includes the following: removal of existing countertops, cabinets, flooring, wall base, soap and towel dispensers; installation of plumbing lines, wall patching, counters, cabinets, metal corner guards, backing plate, accessible soap and towel dispensers, door stops, electrical outlets, mounting boxes, lights, emergency power off buttons, data outlets, conduits, and breakers.

Twin Towers Correctional Facility (TTCF) X-ray Room Remodeling Project, C.P. No. 87877

The proposed project will remodel an existing X-ray room within TTCF which is located at 450 Bauchet Street in the City of Los Angeles.

The proposed scope of work at TTCF includes the following: removal of existing flooring, ceiling tiles, electrical lines, and soap and towel dispensers; installation of flooring, ceiling tiles, backing plate, plumbing lines, accessible soap and towel dispensers, countertop, cabinet, metal corner guards, door stops, electrical outlets, conduits, mounting boxes, lights, emergency power off buttons, data outlets, breakers, lead shielding, wall patching, paint, diffusers, and ducting.

The estimated project duration for the three projects is approximately 18 months which includes jurisdictional approvals, construction, and project completion. The design for these projects were completed in February 2022. The estimated time for the construction component is seven (7) months for each of the three projects, to be completed sequentially.

Implementation of Strategic Plan Goals

The County Strategic Plan directs the provisions of Goal II. Foster Vibrant and Resilient Communities, Strategy II.2 – Support the Wellness of our Communities, and Goal III. Realize Tomorrow's Government Today, Strategy III.3 - Pursue Operational Effectiveness, Fiscal Responsibility, and Accountability, Objective III.3.2 Manage and Maximize County Assets. The recommendations support the Strategic Plan by supporting the wellness of our communities, enhancing the delivery of comprehensive and seamless healthcare services to the residents of the County seeking healthcare assistance, and improving the operational effectiveness of an existing County asset.

FISCAL IMPACT/FINANCING

The aggregated total estimated project budget for the three proposed projects is \$815,000 which includes design, construction, change order allowance, inspection/testing, and ISD county services, as follows:

- a. Century Regional Detention Facility X-ray Room Remodeling Project, C.P. No. 87875 with a total project budget of \$219,000.
- b. North County Correctional Facility X-ray Room Remodeling Project, C.P. No. 87876 with a total project budget of \$344,000.
- c. Twin Towers Correctional Facility X-ray Room Remodeling Project, C.P. No. 87877 with a total project budget of \$252,000.

Of this amount, the DHS has already paid \$151,000 for preliminary design services through the DHS Integrated Correctional Health Services operating budget.

Approval of the enclosed appropriation adjustment (Enclosure A) will transfer \$292,000 from the DHS Integrated Correctional Health Services operating budget funded by AB 109 to fund the projected Fiscal Year 2022-23 expenditures for the proposed projects. DHS will provide funding in the future budget phases, as needed, to fully fund the remaining project budgets.

Operating Budget Impact

The scope of work consists of remodeling work made to existing spaces. Therefore, following the completion of the proposed project, no one-time start-up or additional ongoing costs as a result of the proposed projects are anticipated. There is no net County cost impact associated with the recommended actions.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

In accordance with the Board's Local and Targeted Worker Hire Policy, updated on June 11, 2019, the proposed project budgets are less than \$500,000; therefore, the "Local Worker" and "Local Targeted Worker" labor hours are not required as part of the projects.

In accordance with the Board's Civic Art Policy, adopted on December 7, 2004, and last amended on August 4, 2020, the proposed projects are exempt from the Civic Art Allocation because the estimated eligible project costs are less than \$500,000.

ENVIRONMENTAL DOCUMENTATION

The three separate proposed projects are categorically exempt from CEQA. The scope of work, described above, consists of refurbishments made to an existing space to accommodate a replacement of X-ray equipment. Therefore, the work is 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 (f), 15302, and 15303 of the State CEQA Guidelines and Classes 1(c), (d), and (i), 2, and 3 of the County's Environmental Document Reporting Procedures and Guidelines, Appendix G because it includes repairs and minor alterations to existing public facilities with negligible or no expansion of use, replacement of features with the same purpose and capacity, placement of small equipment and accessory structures, and installation of equipment at existing facilities.

In addition, based on the records of the proposed projects, they will comply with all applicable regulations, they are not in a sensitive environment and there are no cumulative impacts, unusual circumstances, damage to scenic highways, listing on hazardous waste site lists compiled pursuant to Government Code section 65962.5, or indications that the projects may cause a substantial adverse change in the significance of a historic resource that would make the exemptions inapplicable.

Upon the Board's approval of the proposed projects, ISD will file a Notice of Exemption with the Registrar-Recorder/County Clerk in accordance with section 21152 of the California Public Resources Code and will post the Notice to its website in accordance with Section 21092.2.

CONTRACTING PROCESS

The proposed projects will be delivered using an ISD Board-approved JOC for the construction. The standard Board-directed clauses, including those that provide for contract termination and hiring qualified displaced county employees, are included in all JOCs.

The JOC contractor who will perform the work is required to fully comply with applicable legal requirements, which among other things, include Chapters 2.200 (Child Support Compliance Program) and 2.203 (Contractor Employee Jury Service Program) of the Los Angeles County Code, and Section 1774 of the California Labor Code pertaining to payment of prevailing wages.

For these projects, ISD has made the determination that the use of a JOC is the most appropriate contracting method to perform the tasks involved. Specifically, to the extent the project entails repair, remodeling, refurbishment, or alteration, and the cost of such project exceeds \$50,000, such project would have to be performed via a competitively-procured construction contract, such as a JOC, not by county employees, due to the "Force Account" limitations set forth in the Public Contract Code.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Approval of the recommendations will have minimal impact on current county services.

CONCLUSION

Please return one adopted copy of the board letter to the following: ISD Operations Service, the Chief Executive Office – Capital Programs Division, and DHS.

Respectfully submitted,

Selwyn Hollins
Director

SH:ME:TD:sy

Enclosures

C: Executive Office, Board of Supervisors
Chief Executive Officer
County Counsel
Department of Health Services

PROJECT INFORMATION SHEET SCHEDULE AND BUDGET SUMMARY

PROJECT :	Century Regional Detention Facility X-ray Room Remodeling Project
CAPITAL PROJECT NO. :	87875

I. PROJECT SCHEDULE		
Project Activity	Scheduled Completion Date	Scheduled Completion Date
Complete Construction Documents	Complete	Feb 2022
Jurisdictional Approval (Permit)	1 months following Board approval	Feb 2023
Award Construction Contract	10 months following Board approval	Nov 2023
Substantial Completion	15 months following Board approval	April 2024
Project Acceptance	17 months following Board approval	June 2024

II. BUDGET SUMMARY	
Budget Category	Proposed Budget
Construction	
Construction	\$ 80,000.00
Change Orders	\$ 41,000.00
Subtotal	\$ 121,000.00
Civic Art	\$ -
Plans and Specifications	\$ 40,000.00
Jurisdictional Review/Plan Check/Permits	\$ 5,000.00
County Services	\$ 53,000.00
Total Project Budget	\$ 219,000.00

PROJECT INFORMATION SHEET SCHEDULE AND BUDGET SUMMARY

PROJECT :	North County Correctional Facility X-ray Room Remodeling Project
CAPITAL PROJECT NO. :	87876

I. PROJECT SCHEDULE		
Project Activity	Scheduled Completion Date	Scheduled Completion Date
Complete Construction Documents	Complete	Feb 2022
Jurisdictional Approval (Permit)	1 months following Board approval	Feb 2023
Award Construction Contract	11 months following Board approval	Dec 2023
Substantial Completion	16 months following Board approval	May 2024
Project Acceptance	18 months following Board approval	July 2024

II. BUDGET SUMMARY	
Budget Category	Proposed Budget
Construction	
Construction	\$ 145,000.00
Change Orders	\$ 45,000.00
Subtotal	\$ 190,000.00
Civic Art	\$ -
Plans and Specifications	\$ 64,000.00
Jurisdictional Review/Plan Check/Permits	\$ 7,000.00
County Services	\$ 83,000.00
Total Project Budget	\$ 344,000.00

PROJECT INFORMATION SHEET SCHEDULE AND BUDGET SUMMARY

PROJECT :	Twin Towers Correctional Facility X-ray Room Remodeling Project
CAPITAL PROJECT NO. :	87877

I. PROJECT SCHEDULE		
Project Activity	Scheduled Completion Date	Scheduled Completion Date
Complete Construction Documents	Complete	Feb 2022
Jurisdictional Approval (Permit)	1 months following Board approval	Feb 2023
Award Construction Contract	11 months following Board approval	Dec 2024
Substantial Completion	16 months following Board approval	May 2024
Project Acceptance	18 months following Board approval	July 2024

II. BUDGET SUMMARY	
Budget Category	Proposed Budget
Construction	
Construction	\$ 123,000.00
Change Orders	\$ 29,000.00
Subtotal	\$ 152,000.00
Civic Art	\$ -
Plans and Specifications	\$ 34,000.00
Jurisdictional Review/Plan Check/Permits	\$ 5,000.00
County Services	\$ 61,000.00
Total Project Budget	\$ 252,000.00

December 06, 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

3 - VOTES

SOURCES

USES

BA DETAIL - SEE ATTACHMENT PAGE 1

BA DETAIL - SEE ATTACHMENT PAGE 1

SOURCES TOTAL

\$292,000

USES TOTAL

\$292,000

JUSTIFICATION

This budget adjustment of \$292,000 is necessary to fund C.P. No. 87875, Century Regional Detention Facility X-ray Room Remodeling Project, C.P. No. 87876, North County Correctional Facility X-ray Room Remodeling Project, and C.P. No. 87877, Twin Towers Correctional Facility X-ray Room Remodeling Project in the amount of \$86,000, \$8,000, and \$198,000 respectively, from the DHS ICHS operating budget funded by AB 109 for anticipated expenditures in FY 2022-23.

AUTHORIZED SIGNATURE

JEAN LO, CHIEF, CONTROLLER'S DIVISION

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

REFERRED TO THE CHIEF EXECUTIVE OFFICER FOR---	<input type="checkbox"/> ACTION	<input type="checkbox"/> APPROVED AS REQUESTED
	<input type="checkbox"/> RECOMMENDATION	<input type="checkbox"/> APPROVED AS REVISED
AUDITOR-CONTROLLER	BY	CHIEF EXECUTIVE OFFICER
B.A. NO.	DATE	DATE

COUNTY OF LOS ANGELES
REQUEST FOR APPROPRIATION ADJUSTMENT

FY 2022-23			
3 - VOTES			
SOURCES		USES	
HEALTH SERVICES - INTEGRATED CORRECTIONAL HEALTH SERVICES		VARIOUS HS CAPITAL IMPROVEMENTS	
A01-HC-2000-22100		CENTURY REGIONAL DETENTION FACILITY X-RAY ROOM REMODELING	
SERVICES & SUPPLIES		A01-CP-6014-64035-87875	
DECREASE APPROPRIATION	292,000	CAPITAL ASSETS - B & I	
		INCREASE APPROPRIATION	86,000
		VARIOUS HS CAPITAL IMPROVEMENTS	
		NORTH COUNTY CORRECTIONAL FACILITY X-RAY ROOM REMODELING	
		A01-CP-6014-64035-87876	
		CAPITAL ASSETS - B & I	
		INCREASE APPROPRIATION	8,000
		VARIOUS HS CAPITAL IMPROVEMENTS	
		TWIN TOWERS CORRECTIONAL FACILITY X-RAY ROOM REMODELING	
		A01-CP-6014-64035-87877	
		CAPITAL ASSETS - B & I	
		INCREASE APPROPRIATION	198,000
SOURCES TOTAL	\$ 292,000	USES TOTAL	\$ 292,000



Health Services
LOS ANGELES COUNTY

December 20, 2022

**Los Angeles County
Board of Supervisors**

Hilda L. Solis
First District

Holly J. Mitchell
Second District

Lindsey P. Horvath
Third District

Janice K. Hahn
Fourth District

Kathryn Barger
Fifth District

TO: Supervisor Holly J. Mitchell, Chair
Supervisor Hilda L. Solis
Supervisor Lindsey P. Horvath
Supervisor Janice K. Hahn
Supervisor Kathryn Barger

FROM: Christina R. Ghaly, M.D.
Director

**SUBJECT: DEPARTMENT OF HEALTH SERVICES' (DHS)
FISCAL OUTLOOK**

Christina R. Ghaly, M.D.
Director

Hal F. Yee, Jr., M.D., Ph.D.
Chief Deputy Director, Clinical Affairs

Nina J. Park, M.D.
Chief Deputy Director, Population Health

Elizabeth M. Jacobi, J.D.
Administrative Deputy

313 N. Figueroa Street, Suite 912
Los Angeles, CA 90012

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This is to provide an update to DHS' fiscal forecast for Fiscal Years (FY) 2022-23 through 2025-26 (Attachment I). DHS is forecasting an ending fund balance of \$1.53 billion in FY 2022-23, \$1.22 billion in FY 2023-24, \$1.07 billion in FY 2024-25, and \$290.8 million in FY 2025-26 (see Attachment I, line 50). DHS is projecting a \$159.4 million deficit in FY 2022-23 which is primarily related to the payoff of \$185.0 million in short term debt, discussed further below in this report. The FY 2022-23 deficit will be offset by available one-time fund balance. DHS continues to have a structural deficit in the following fiscal years which means there is a substantial imbalance between ongoing expenditures and ongoing funding (see Attachment I, Line 46).

Part of the fiscal forecast includes federal Provider Relief Funds (PRF) which were provided to assist with the increased costs incurred by DHS as a result of the COVID-19 pandemic. DHS designated the PRF funds, in the amount of \$317.4 million, as restricted fund balance pending a federal Office of Inspector General (OIG) audit, explained in more detail later in this report. Accordingly, DHS' ending fund balance is reduced by the restricted fund balance of \$317.4 million (see Attachment I, Line 51). Once the OIG audit is completed, an adjustment to the available fund balance (see Attachment I, Line 52) will be made based on the audit settlement provisions.

In the fiscal forecast (Attachment I), the year-over-year ending fund balance gradually decreases each year until the last year (FY 2025-26) when the decrease is substantial. This trend results from the one-time positive adjustments made to the fund balance in the earlier years which offset the actual annual structural deficit. The positive

*"To advance the health of our
patients and our communities by
providing extraordinary care"*



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adjustments include: 1) COVID-19 funding that will *not* continue into future fiscal years; 2) revenue adjustments to the Enhanced Payment Program (EPP) for prior years; and 3) the resolution of some of DHS' Long-Term Receivables (LTRs). By FY 2025-26, there are no further positive adjustments available resulting in the significant reduction in ending fund balance.

Increases in LTRs

The Department of Health Care Services (DHCS) changed the time period for setting the annual Medi-Cal managed care rates from a fiscal year basis to a calendar year basis. This change affects when payments for the EPP, Quality Incentive Program (QIP), and Rate Range programs, a combined value of approximately \$1.3 billion annually, are actually received by DHS.

The change to a calendar year basis has resulted in a six-month delay in the receipt of payments that would have previously been received by DHS by the end of each fiscal year. Instead, only one-half of the payments earned in a current fiscal year will be collected by the end of the following fiscal year. This delay in when payments are actually received requires DHS to record the other one-half payments not received as LTRs. DHS has reserved fund balance for the LTRs and that fund balance cannot be used as part of the DHS operating budget until the revenue is eventually received in the future.

DHS is estimating that LTRs for the affected Medi-Cal managed care programs total approximately \$607.0 million. In addition, DHS maintains an ongoing LTR for its Cost-Based Reimbursement Clinic (CBRC) revenue and is estimating the CBRC LTR is approximately \$69.0 million, pending State audits. DHS is in discussions with DHCS about easing the impact of the fiscal year to calendar year transition and has requested an acceleration in the timing of these payments. An agreement has been reached with DHCS on an earlier payment schedule for Rate Range which will allow DHS to reduce LTRs in FY 2022-23 by approximately \$224.0 million.

However, because of the structural complexities inherent in the design of the EPP and QIP programs, accelerating payments is problematic. The EPP, as currently structured, does not allow enough time to finalize the data used to claim EPP. A potential solution involving interim payments is not currently allowed in the EPP program. In order to change the payment schedule, EPP will have to be modified or redesigned and Centers for Medicare and Medicaid Services (CMS) approval will be required. DHS is working with DHCS to explore possible ways of obtaining timelier EPP payments which are valued at approximately \$346.0 million annually. DHS anticipates resolving the EPP issue by FY 2024-25.

For QIP however, the structure of the program requires that payments can only be made if performance metrics have been verified. This essentially precludes any ability to

accelerate the timing of QIP reimbursement. Accordingly, DHS estimates that the remaining balance of LTR at the end of FY 2025-26 will be \$211.4 million.

Notable Updates on Major Revenue Categories

1115 Waiver Renewal

On December 29, 2021, CMS approved the five-year 1115 Waiver Renewal (Waiver) requested by DHCS. The Waiver will be effective January 1, 2022 through December 31, 2026 and includes full funding for the Global Payment Program (GPP), which combines Disproportionate Share Hospital and Safety Net Care Pool funds. An agreement for the distribution of the GPP funding has been negotiated for the five-year Waiver term among the public hospitals. Although CMS approved the GPP program, the supporting detail documents describing the operational, reporting, and claiming requirements and protocols have not yet been finalized.

California Advancing & Innovating Medi-Cal (CalAIM)

Through a combination of 1915(b) and 1115 waivers, CMS approved the CalAIM initiative effective January 1, 2022. CalAIM's goal is to improve health outcomes through intensely coordinated care management, mitigation of social determinants of health, and reduction of health disparities. Under CalAIM, expanded services to some of DHS' most vulnerable populations, e.g., individuals experiencing homelessness, are reimbursable under the Enhanced Care Management (ECM) and Community Supports programs. ECM is a care coordination benefit for the highest need cases that became effective for most eligible populations on January 1, 2022, with additional populations to be added in January 2023. Community Supports provides 14 different services that Medi-Cal managed care plans may offer including housing navigation, recuperative care, sobering centers, and others. DHS has contracted with managed care plans for some of these services, previously covered under the Whole Person Care (WPC) and Health Homes programs. Implementation of CalAIM has been challenging. It has required new operations and procedures across multiple services and health plans at the same time, with sometimes incomplete state guidance. Plans have limited eligibility and require significant documentation for each individual service. As a result, roll out has been slower than expected, with lower enrollment in some cases, and delayed implementation dates in others; associated revenues are lower than expected due to these challenges.

Also, under CalAIM, the Providing Access and Transforming Health (PATH) Program will provide \$1.4 billion one-time in gross statewide funding over the five-year Waiver period that will: a) support existing WPC pilot services that will continue under CalAIM as Community Supports; b) support maintaining justice involved services currently provided through WPC pilot programs that do not transition to managed care until January 1, 2023, or later; c) fund technical assistance support to help expand ECM and Community Supports; d) support collaborative planning and implementation for ECM and Community Supports; e) support expanding access to ECM and Community

Support services beyond what was offered under WPC; and f) support Medi-Cal pre-release application planning and purchase of certified electronic health record technology to facilitate Medi-Cal pre-release applications. DHS was approved for funds under groups a) and b) and has submitted an application for funds under e). The Department of Public Social Services, Sheriff's Department, and Probation Department are working with funding from f) to develop a Medi-Cal application process that ensures eligible individuals leaving Los Angeles County (LA County) jails have access to all CalAIM Medi-Cal benefits. Approval for the actual provision of services pre-release, and capacity building for those services, is pending CMS approval.

Through a separate approval on January 4, 2022, CMS granted authority for the Home and Community-Based Services Spending Plan, which includes two major initiatives related to CalAIM that could benefit DHS through March 31, 2024: a) \$1.3 billion gross statewide one-time funding for Medi-Cal managed care plans to earn incentives for making investments that address homelessness; and b) \$298.0 million gross statewide one-time funding for Community Based Residential Continuum Pilots to provide medical and supportive services in various non-hospital settings designed to avoid unnecessary health care costs, including emergency services and future long-term care placement in a nursing home. DHS is in discussions with L.A. Care and Health Net regarding implementation of some of these services.

Realignment and AB 85 Redirection

In recognition of the expected reduction in the uninsured due to the enactment of the Affordable Care Act (ACA) in 2013, the State Legislature enacted AB 85 which established a formula to redirect a certain portion of "excess" state health realignment funds to social services programs based on a sharing ratio of 80% State and 20% County. In our last fiscal outlook report to the Board on June 28, 2022, a decision on whether or not to include funding related to the COVID-19 pandemic, which includes the Coronavirus Aid, Relief, and Economic Security (CARES) Act and the PRF, in the AB 85 calculation was pending. DHCS has recently determined that the CARES and PRF funds will not be included in the AB 85 calculation. Based on current estimates, DHS is projecting AB 85 redirection amounts to be \$0 for FYs 2022-23 through 2025-26.

Medi-Cal Redetermination

In response to the COVID-19 pandemic, the U.S. Department of Health and Human Services (HHS) issued a Public Health Emergency (PHE) order. After the PHE order was issued, Congress approved a temporary 6.2% increase in the Federal Medical Assistance Percentage (FMAP) rate (Section 6008 of the Families First Coronavirus Response Act) for certain aid categories to assist states during the PHE. For DHS, the increase in FMAP will temporarily reduce the amount of IGTs necessary to fund the EPP, QIP, and Rate Range programs, and will increase the size of the GPP program. The temporary increase in FMAP is valued at approximately \$60.0 million annually. On March 17, 2020, Governor Newsom issued an executive order suspending the

requirement that Medi-Cal eligibility for beneficiaries must be redetermined on an annual basis while the PHE order remains in effect. The moratorium on Medi-Cal redetermination has been instrumental in supporting continuity of care for many Medi-Cal patients during the COVID-19 pandemic. The moratorium also resulted in large numbers of Medi-Cal beneficiaries retaining their eligibility. As the number of Medi-Cal beneficiaries retaining their Medi-Cal eligibility increases, the number of beneficiaries assigned to DHS has also significantly increased. To illustrate, in March 2020, beneficiaries assigned to DHS totaled 259,000; by October 2022, this number grew to 428,000, an increase of 169,000. In addition to greater numbers retaining their eligibility, the expansion of Medi-Cal eligibility, explained further below, has also added to the growth in membership.

The Medicaid Coverage Expansion (MCE) aid category has experienced the largest increase in membership and is providing significantly increased revenues to DHS. Once the PHE is terminated and the Medi-Cal redetermination process is resumed, DHS expects significant membership losses. In general, Medi-Cal beneficiaries who are in the MCE aid category are more likely than other aid categories to be infrequent or one-time only users of DHS services. Based on this usage trend, it is believed that the MCE population is less likely to complete the redetermination process and will lose their Medi-Cal eligibility.

The states will be given 60 days' advance notice prior to the termination of the PHE. Once the order is lifted, the states will have 12 months to process Medicaid redeterminations and an additional two months before terminations are initiated. At this time, the PHE is expected to be extended to April 2023 and the redetermination process is expected to resume in August 2023. Once this occurs, DHS estimates a loss of approximately 140,000 MCE members over a 12-month period, levelling out by August 2024. In addition to the return of the FMAP to pre-pandemic levels, the loss of large numbers in membership will have a significantly negative fiscal impact on DHS which cannot be quantified at this time.

Expanded Medi-Cal Coverage

Effective May 1, 2022, DHCS implemented the Older Adult Expansion (OAE) Medi-Cal program. The OAE program is a state-only funded program that expands eligibility for full-scope Medi-Cal benefits to individuals who are 50 years of age or older and meet income requirements, regardless of their citizenship or immigration status. Previously, such individuals were only eligible for limited scope benefits, e.g., emergency and pregnancy-related services. Under the OAE program, individuals with Medi-Cal limited scope coverage are being automatically transitioned to full scope Medi-Cal managed care.

The transition of limited scope Medi-Cal beneficiaries to full scope managed care will negatively impact the GPP. DHS is working with DHCS to establish the claiming protocols and other procedural requirements necessary for claiming GPP

reimbursement as it relates to the population who have transitioned to Medi-Cal managed care. Due to the complexities involved, DHS believes the issues will not be resolved until next year. DHS has included its best estimate for GPP in the forecast, however, the estimate is likely to be revised once the claiming mechanisms are finalized.

The significant increases in Medi-Cal membership, which have resulted from the redetermination moratorium described above, are expanding further due to the OAE transition of coverage from limited scope to full scope managed care. In January 2024, the State plans to extend coverage for the remaining income-eligible Californians ages 27-49. This further expansion of coverage could potentially lead to an increased number of assignments to DHS; however, any potential increase is likely to be reduced to some extent, depending on the rate at which beneficiaries fail to complete the redetermination process and lose their Medi-Cal coverage.

Provider Relief Fund (PRF)

The PRF was enacted by Congress to reimburse eligible health care providers for increased expenses and lost revenues attributable to the COVID-19 pandemic. An OIG audit is currently underway to determine DHS' compliance with the PRF requirements. The OIG audit's scope of review includes the \$317.4 million reported by DHS in the PRF expenditure reports submitted to HHS' Health Resources and Services Administration as of April 2022. As mentioned above, DHS set aside the PRF funds as restricted fund balance, pending completion of the OIG audit.

To establish compliance with PRF guidance and restrictions, the OIG auditors have requested detailed supporting documentation on eligible health care-related expenses (e.g., paystubs, invoices, proof of payment, remittance advices, etc.), calculation of lost revenues attributable to COVID-19, and a description of internal protocols, policies, and procedures. To the extent that OIG identifies expenses that do not meet applicable legal and program requirements, OIG will offset unallowable costs against any lost revenue claims, thus avoiding repayment of the PRF funds. The audit is expected to last up to six months. As stated above, once the audit is completed DHS will release the restricted fund balance accordingly.

Notable Updates on Major Expenditure Categories

Harbor-UCLA Medical Center Replacement Project (H-UCLA Project)

The H-UCLA Project is expected to be completed by the summer of 2027. The long-term debt service costs will be shared between DHS (89.4%), and the Department of Mental Health (DMH) (10.6%) whose share of cost will fund the construction of psychiatric emergency services and psychiatric inpatient beds. In order to fund the equipment needed for the new hospital facility, DHS set up an Accumulated Capital Outlay fund in the amount of \$175.0 million during FY 2021-22. The estimated annual

debt service payment for DHS upon completion of the project will be approximately \$95.2 million annually for 30 years. DHS will include its portion of the debt service costs annually in future budgets.

Debt Service Management

To effectively manage DHS' debt service, DHS' strategy is to review the budget regularly and pay down our existing commercial paper as much as possible every year in order to reduce our long-term debt obligations. DHS reduced its commercial paper obligations by \$157.0 million in FY 2021-22 and is planning to pay off another \$183.0 million in FY 2022-23. DHS plans to continue its regular review of the budget with the objective of reducing our debt service obligations to the degree possible going forward.

Salary & Employee Benefits (S&EB) Increases

DHS is required to fund any increases from new or revised labor agreements with most of our workforce for increases in S&EB. S&EB constitutes a large part of DHS' overall expenditures (see Attachment I, Line 2). As S&EB costs increase, it is necessary for DHS to utilize existing revenues, develop additional sources of revenues, or use part of its fund balance to close its books.

Implementation of Cost Accounting System

DHS has completed the implementation of two modules of the Cost Accounting Decision Support System. Management Reporting launched on April 1, 2022, and we recently completed the "go-live" of the Cost Accounting module on October 18, 2022. The Strategic Planning module is targeted for a January 2023 go-live; simultaneously, the Episode Analytics and Operating Budget modules are in development and expected to be completed by late spring of 2023. Multiple activities are in progress related to data capture, data quality, and data accuracy. These activities are labor-intensive and include multiple levels of review and analyses of innumerable data details that reside in various data systems. It is key to ensure that all critical data elements are identified and included, and that the data feeding the new system is internally consistent, of high quality, and accurate. An ongoing review of the data is necessary and will continue as the new system develops and new modules come online.

Structural Deficit

As mentioned above, DHS' ending fund balance is \$1.53 billion in FY 2022-23 and continues to decrease each year with the ending fund balance in FY 2025-26 estimated at \$290.8 million, a decrease of \$1.2 billion. This substantial decrease over the 4-year period demonstrates that DHS continues to have a structural deficit. In these high inflationary times, DHS expects our deficit to worsen because our costs are increasing at a much higher rate than our incoming revenues. The current financial system for public hospital financing is not capable of solving DHS' structural deficit. DHS has been

working with DHCS to address the funding shortfalls, not just for DHS, but for all public hospitals. Discussions with DHCS are expected to be prolonged as the current financing system is complicated and adjustments to it will take time. Any resulting changes for the public hospitals do not guarantee a resolution to DHS' structural deficit.

In addition to the above-referenced discussions with DHCS, DHS is also focusing on four areas that could assist in improving our current funding in the short term:

1) DMH: DHS is in the process of finalizing a revised Memorandum of Understanding with DMH under which DHS will receive an increase in overall funding for the current year. DHCS is in the process of developing a revised mental health payment system for FY 2023-24 that will impact some of the services that DHS provides to DMH; once the system is finalized, we will work with DMH to address the remaining DHS mental health services shortfall.

2) In-Home Supportive Services (IHSS) Provider Health Plan: The cost for DHS to provide healthcare services to the IHSS providers enrolled in the health plan exceeds the net capitation revenue that DHS receives. This is primarily due to cost escalations over the last few years. DHS is evaluating the feasibility of increasing the health plan capitation rate that will allow DHS to cover its financial losses and to provide an investment in the IHSS network.

3) Trauma and Emergency funding: in FY 2021-22, unreimbursed trauma and emergency costs at DHS hospitals totaled an estimated \$322.3 million. Measure B funding to DHS hospitals covered approximately 65 percent of the unreimbursed trauma and emergency costs. A rate increase adjustment was approved for Measure B in FY 2022-23 for the first time since 2012 and DHS' share will be approximately \$33.8 million. As DHS will still have a considerable amount of unreimbursed costs, DHS believes another rate increase in a future year will be necessary.

4) Medi-Cal Managed Care base rates: DHS will be negotiating base rates with Molina Healthcare starting in Calendar Year 2024. DHS is currently working with L.A. Care to revise the base rates for Calendar Year 2023. The outcome of these negotiations could have a material impact on DHS' fiscal outlook.

Priority Capital Projects

DHS has a large number of important capital projects that need to be completed in order to maintain the safety and efficiency of DHS' physical footprint of buildings. Attachment II is a list of current and new projects grouped into critical maintenance, regulatory requirement, and Strategic Priority/Service Enhancement categories. The "current projects" are included in the fiscal outlook estimates. For the "new projects" DHS will continue to work to identify funding for these critical needs. These projects are continuously reviewed and revised as necessary to align with service needs and budgetary realities.

Each Supervisor
December 20, 2022
Page 9

If you have any questions or need additional information, please let me know.

CRG:aw
BL fisc outlk Dec 2022
609:005

Attachments (2)

c: Chief Executive Office
County Counsel
Executive Office, Board of Supervisors

COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES
FORECAST *
FISCAL YEARS 2022-23 THROUGH 2025-26
(\$ IN MILLIONS)

	Year 1		Year 2		Year 3		Year 4	
	A	B	C	D	E	F	G	
	FY 2022-23 Forecast	Adjustments	FY 2023-24 Forecast	Adjustments	FY 2024-25 Forecast	Adjustments	FY 2025-26 Forecast	
(1) Expenses								
(2) Salaries & Employee Benefits	\$ 3,769.501	\$ 220.690	\$ 3,990.191	\$ 180.774	\$ 4,170.965	\$ 182.010	\$ 4,352.975	
(3) Net Services & Supplies	3,167.117	(60.960)	3,106.157	0.853	3,107.010	66.140	3,173.150	
(4) Debt Service - Harbor Master Plan	4.145	11.512	15.657	12.834	28.491	26.622	55.113	
(5) Debt Service - Other	64.951	4.337	69.288	(0.155)	69.133	(0.049)	69.084	
(6) Other Charges - Other (Net of IGTs)	283.996	(225.555)	58.441	(0.754)	57.687	-	57.687	
(7) Capital Assets	51.784	(10.000)	41.784	-	41.784	-	41.784	
(8) Capital Projects & Deferred Maintenance	84.902	17.639	102.541	(56.276)	46.265	(6.265)	40.000	
(9) Operating Transfers Out	29.322	1.167	30.489	1.214	31.703	1.262	32.965	
(10) Intrafund Transfer	(410.360)	(0.798)	(411.158)	39.155	(372.003)	(6.485)	(378.488)	
(11) Total Expenses	\$ 7,045.358	\$ (41.968)	\$ 7,003.390	\$ 177.645	\$ 7,181.035	\$ 263.235	\$ 7,444.270	
(12) Revenues								
(13) Managed Care	1,116.948	(156.341)	960.607	(122.274)	838.333	(8.680)	829.653	
(14) Enhanced Payment Program (EPP)	725.129	(62.505)	662.624	47.872	710.496	30.581	741.077	
(15) Quality Incentive Program (QIP)	261.931	(3.388)	258.543	4.249	262.792	4.417	267.209	
(16) Cali. Advancing & Innovating Medi-Cal (CalAIM)	68.376	0.307	68.683	0.316	68.999	0.325	69.324	
(17) Providing Access & Transforming Health (PATH)	11.978	(5.395)	6.583	(6.583)	-	-	-	
(18) Global Payment Program (GPP)	568.193	(8.408)	559.785	23.699	583.484	28.074	611.558	
(19) Medi-Cal Inpatient	485.121	0.902	486.023	18.535	504.558	19.246	523.804	
(20) Medi-Cal Outpatient - E/R	118.953	1.056	120.009	3.833	123.842	3.981	127.823	
(21) Medi-Cal CBRC	158.684	10.671	169.355	7.951	177.306	6.748	184.054	
(22) Medi-Cal SB 1732	11.128	-	11.128	-	11.128	-	11.128	
(23) Mental Health	74.965	-	74.965	-	74.965	-	74.965	
(24) Managed Care Graduate Medical Education (GME)	95.427	(10.529)	84.898	-	84.898	-	84.898	
(25) Hospital Provider Fee	24.808	0.579	25.387	-	25.387	0.971	26.358	
(26) Medicare	370.501	-	370.501	-	370.501	-	370.501	
(27) Hospital Insurance Collection	129.028	-	129.028	-	129.028	-	129.028	
(28) Self-Pay	4.865	-	4.865	-	4.865	-	4.865	
(29) In-Home Supportive Services (IHSS)	94.484	(0.968)	93.516	(1.088)	92.428	(1.132)	91.296	
(30) Federal & State - Other	129.426	(6.899)	122.527	(10.532)	111.995	(0.635)	111.360	
(31) Measure H	183.116	8.946	192.062	-	192.062	-	192.062	
(32) Other County Department (OCD)	502.084	0.148	502.232	-	502.232	-	502.232	
(33) American Rescue Plan Act (ARPA) Revenue	26.700	(26.700)	-	-	-	-	-	
(34) Other	88.187	69.981	158.168	-	158.168	-	158.168	
(35) Total Revenues	\$ 5,250.032	\$ (188.543)	\$ 5,061.489	\$ (34.022)	\$ 5,027.467	\$ 83.896	\$ 5,111.363	
(36) Net Cost - Before PY	\$ 1,795.326	\$ 146.575	\$ 1,941.901	\$ 211.667	\$ 2,153.568	\$ 179.339	\$ 2,332.907	
(37) AB 85 Redirection	-	-	-	-	-	-	-	
(38) Prior-Year Surplus / (Deficit)	120.288	4.797	125.085	(125.085)	-	-	-	
(39) Net Cost - After PY & AB 85 Redirection	\$ 1,675.038	\$ 141.778	\$ 1,816.816	\$ 336.752	\$ 2,153.568	\$ 179.339	\$ 2,332.907	
(40) Operating Subsidies								
(41) Sales Tax & VLF	406.807	-	406.807	-	406.807	-	406.807	
(42) County Contribution	842.435	(20.526)	821.909	20.710	842.619	21.639	864.258	
(43) Tobacco Settlement	54.959	17.650	72.609	-	72.609	-	72.609	
(44) Measure B	211.475	-	211.475	-	211.475	-	211.475	
(45) Total Operating Subsidies	\$ 1,515.676	\$ (2.876)	\$ 1,512.800	\$ 20.710	\$ 1,533.510	\$ 21.639	\$ 1,555.149	
(46) Surplus / (Deficit) = (45) - (39)	\$ (159.362)	\$ (144.654)	\$ (304.016)	\$ (316.042)	\$ (620.058)	\$ (157.700)	\$ (777.758)	
(47) Beginning Fund Balance	\$ 1,504.715	\$ 23.926	\$ 1,528.641	\$ (304.016)	\$ 1,224.625	\$ (156.058)	\$ 1,068.567	
(48) Surplus / (Deficit)	(159.362)	(144.654)	(304.016)	(316.042)	(620.058)	(157.700)	(777.758)	
(49) Long Term Receivables **	183.288	(183.288)	-	464.000	464.000	(464.000)	-	
(50) Ending Fund Balance	1,528.641	(304.016)	1,224.625	(156.058)	1,068.567	(777.758)	290.809	
(51) Restricted - Provider Relief Fund	(317.448)	-	(317.448)	-	(317.448)	-	(317.448)	
(52) Available Fund Balance	\$ 1,211.193	\$ (304.016)	\$ 907.177	\$ (156.058)	\$ 751.119	\$ (777.758)	\$ (26.639)	

* The forecast is net of IGTs and other double-counts such as internal transfers, and includes Correctional Health and Office of Diversion and Re-Entry.

** The beginning balance of Long-Term Receivables (LTR) in FY 2022-23 is \$858.714M and the anticipated ending balance of LTR in FY 2025-26 will be \$211.426M. Line 49 reflects the amount of LTR resolved during that FY.

COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES
A LIST OF CURRENT/NEW PROJECTS

ATTACHMENT II

Project Description	Facility	Project Need	Total Project Cost	
			Estimate	Notes
Crematorium Renovation	LAC+USC	Critical Maintenance	\$1,000,000	Current Project
Hematology and Coagulation Core Lab	LAC+USC	Critical Maintenance	\$1,750,000	Current Project
Interns & Residents Building Seismic Retrofit	LAC+USC	Critical Maintenance	\$6,962,000	New Project
IPT Kitchen Drain	LAC+USC	Critical Maintenance	\$1,800,000	Expect Completion By End of FY 22-23
Lot #9 Elevator Modernization Upgrade	LAC+USC	Critical Maintenance	\$2,000,000	Current Project
Mammography Suite	LAC+USC	Critical Maintenance	\$900,000	Current Project
Parking Lot 10 Epoxy Injection for Spalling Repair	LAC+USC	Critical Maintenance	\$2,000,000	New Project
Parking Lot 12 Seismic Retrofit	LAC+USC	Critical Maintenance	\$7,727,000	New Project
Replacement Medical Vacuum pumps.	LAC+USC	Critical Maintenance	\$500,000	New Project
Replacement of Variable Air Volume Modular Assemblies (VMA).	LAC+USC	Critical Maintenance	\$2,000,000	New Project
Angiosuite Replacement	LAC+USC	Critical Maintenance	\$1,261,000	Current Project
Cardiac Catheterization Laboratory	LAC+USC	Critical Maintenance	\$2,860,000	Current Project
Core Laboratory Equipment Replacement	LAC+USC	Critical Maintenance	\$3,600,000	Current Project
CT Simulator	LAC+USC	Critical Maintenance	\$1,286,149	Current Project
Demolition of stairs adjacent to LAC+USC RCV and Sidewalk Refurbishment	LAC+USC	Critical Maintenance	\$750,000	New Project
East Plant Boiler room boiler controls	LAC+USC	Critical Maintenance	\$350,000	New Project
GH Elevator Modernization Upgrade	LAC+USC	Critical Maintenance	\$2,775,000	Current Project
Mammography Replacement	LAC+USC	Critical Maintenance	\$2,470,000	Current Project
Mark Taper Foundation Family Advocacy Building Seismic Retrofit	LAC+USC	Critical Maintenance	\$2,574,000	New Project
Mechanical Upgrade	LAC+USC	Critical Maintenance	\$1,700,000	Current Project
Medical Science Hall Building 90 Seismic Retrofit	LAC+USC	Critical Maintenance	\$1,369,000	New Project
Modular Chiller Plant	LAC+USC	Critical Maintenance	\$12,520,000	Current Project
MRI CT Uninterrupted Power Supply Installation	LAC+USC	Critical Maintenance	\$450,000	Current Project
Nurse Call System Replacement	LAC+USC	Critical Maintenance	\$1,785,000	Current Project
Outpatient Building Fire Barrier Separation	LAC+USC	Critical Maintenance	\$1,800,000	Current Project
Parking Lot 12 Fire Sprinklers	LAC+USC	Critical Maintenance	\$2,068,000	Current Project
Parking Lot 9 Repair	LAC+USC	Critical Maintenance	\$2,500,000	Current Project
Parking Structure 12 Refurbishment	LAC+USC	Critical Maintenance	\$2,569,000	Current Project
Pharmacy Warehouse Seismic Retrofit & Lead Abatement	LAC+USC	Critical Maintenance	\$12,248,000	New Project
Central Plant	LAC+USC	Critical Maintenance	\$300,000	New Project
Steris Lighting Replacement for L&D OR Rooms 1&2	LAC+USC	Critical Maintenance	\$6,015,000	Current Project
Summer Boiler	LAC+USC	Critical Maintenance	\$800,000	Current Project
Swisslog Tube System	LAC+USC	Critical Maintenance	\$516,000	Current Project
Total for LAC+USC			\$91,205,149	
Instrument Washer / Disinfector Replacement	HUCLA	Critical Maintenance	\$1,564,360	Current Project
Nuclear Medicine Room Modification	HUCLA	Critical Maintenance	\$1,648,000	Expect Completion By End of FY 22-23
Repair and Upgrade current HVAC Systems serving Endoscopy + Cath Lab	HUCLA	Critical Maintenance	\$350,000	New Project
Adult Psychiatric Emergency Svcs. Upgrade	HUCLA	Critical Maintenance	\$2,240,000	Current Project
Angiography Room Refurbishment	HUCLA	Critical Maintenance	\$1,200,000	Current Project
Cardiac Catheterization Laboratory	HUCLA	Critical Maintenance	\$5,991,000	Current Project
Computed Tomography Scan Room Remodeling	HUCLA	Critical Maintenance	\$1,475,000	Current Project
Elevator Upgrade ⁽¹⁾	HUCLA	Critical Maintenance	\$13,500,000	Current Project
Evaporative Cooler	HUCLA	Critical Maintenance	\$250,000	Current Project
Mammography	HUCLA	Critical Maintenance	\$471,000	Current Project
Med Gas Refit	HUCLA	Critical Maintenance	\$89,795	Current Project
Radiography Fluoroscopy	HUCLA	Critical Maintenance	\$1,122,000	Expect Completion By End of FY 22-23
Repair and Upgrade current HVAC Systems serving the 3 each 2W IR Suites	HUCLA	Critical Maintenance	\$150,000	New Project
Total for HUCLA			\$30,051,155	
Automatic Transfer Switch	OVMC	Critical Maintenance	\$500,000	Current Project
Cardiac Catheterization Laboratory	OVMC	Critical Maintenance	\$3,179,000	Current Project
Cart Washer and Sani Pak	OVMC	Critical Maintenance	\$150,000	Current Project
Single-Photon Emission Computed Tomography Scanner	OVMC	Critical Maintenance	\$1,566,000	Current Project
Sterilizer #3 Installation and Cart Washer	OVMC	Critical Maintenance	\$1,750,000	New Project
Computed Tomography Scan Room Remodeling	OVMC	Critical Maintenance	\$1,665,000	Current Project
Emergency Power Upgrade	OVMC	Critical Maintenance	\$5,875,000	Current Project
Hospital Signage and Pathology Lab (Core Lab)	OVMC	Critical Maintenance	\$550,000	Current Project
HVAC Ventilation Upgrade ⁽²⁾	OVMC	Critical Maintenance	\$400,000	Current Project
Mammography Room Refurbishment	OVMC	Critical Maintenance	\$775,000	Current Project
MC Central Plant Phase I	OVMC	Critical Maintenance	\$1,000,000	Current Project
MC Elevator Modernization	OVMC	Critical Maintenance	\$7,268,000	Current Project

COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES
A LIST OF CURRENT/NEW PROJECTS

ATTACHMENT II

Project Description	Facility	Project Need	Total Project Cost	
			Estimate	Notes
Nurse Education Building - Siding Replacement	OVMC	Critical Maintenance	\$700,000	New Project
Radiology Phase 2	OVMC	Critical Maintenance	\$7,594,000	Expect Completion By End of FY 22-23
RCV Sewer Line Repair/Replacement	OVMC	Critical Maintenance	\$400,000	Current Project
Retort Sterilizer Installation (SANIPAK)	OVMC	Critical Maintenance	\$1,500,000	New Project
Road Paving - Hospital Grounds	OVMC	Critical Maintenance	\$700,000	New Project
Vacuum Pumps Replacement	OVMC	Critical Maintenance	\$700,000	Current Project
Waste Line Replacement	OVMC	Critical Maintenance	\$40,000,000	New Project
Wireless Access Points Refurbishment	OVMC	Critical Maintenance	\$545,000	Expect Completion By End of FY 22-23
Total for OVMC			\$76,817,000	
Bldg 100 & 101 Roof Repair and HVAC Maint	RLANRC	Critical Maintenance	\$1,820,000	Current Project
Central Utility Plant Chillers Boiler Replacement	RLANRC	Critical Maintenance	\$600,000	Current Project
JPI Tunnel Access	RLANRC	Critical Maintenance	\$120,000	Current Project
Medical Air/Medical Vacuum System Replacement	RLANRC	Critical Maintenance	\$100,000	Current Project
Total for RLANRC			\$2,640,000	
El Monte CHC Air Handler Replacement Project	ACN	Critical Maintenance	\$15,070,000	Expect Completion By End of FY 22-23
El Monte CHC Primary Care Clinic Renovation	ACN	Critical Maintenance	\$3,100,000	Expect Completion By End of FY 22-23
El Monte CHC Urgent Care Center Renovation	ACN	Critical Maintenance	\$3,525,000	Current Project
H. Humphrey CHC Seismic Retrofit	ACN	Critical Maintenance	\$17,051,000	New Project
High Desert HC Parking Lot Resurfacing	ACN	Critical Maintenance	\$200,000	New Project
Long Beach CHC HVAC Phase II & Replacement of Concealed Spline Ceiling	ACN	Critical Maintenance	\$4,151,000	New Project
Long Beach CHC Window Replacement	ACN	Critical Maintenance	\$250,000	New Project
Mid-Valley CHC HVAC and Roof Replacement	ACN	Critical Maintenance	\$7,400,000	Current Project
MLK Interns & Residents Building Seismic Retrofit	ACN	Critical Maintenance	\$32,333,000	New Project
MLK Leroy Weeks Medical Support Building Seismic Retrofit (NORTH WING)	ACN	Critical Maintenance	\$5,230,000	New Project
MLK Service & Supply Building Seismic Retrofit (SOUTH WING)	ACN	Critical Maintenance	\$772,000	New Project
MLK-ASC Operating Room Dehumification Coil Installation	ACN	Critical Maintenance	\$200,000	Current Project
MLK-CP BLDG Central Plant Switchgear Room HVAC Replacement	ACN	Critical Maintenance	\$350,000	Current Project
MLK-Facility Management, NSB and SSB HVAC Replacement	ACN	Critical Maintenance	\$1,000,000	Current Project
Roybal CHC Ceiling Replacement	ACN	Critical Maintenance	\$1,000,000	New Project
Roybal CHC Radiology Equipment Acquisition and Room Remodeling	ACN	Critical Maintenance	\$733,000	Current Project
ACN CHC ADA Restroom Remodel (El Monte, Roybal, Hudson, Long Beach, Humphrey)	ACN	Critical Maintenance	\$3,339,000	Current Project
ACN Hudson CHC Restroom remodel	ACN	Critical Maintenance	\$381,000	Current Project
ACN Humphrey CHC Elevator Refurbishment	ACN	Critical Maintenance	\$453,000	Current Project
ACN Roybal CHC Elevator Refurbishment	ACN	Critical Maintenance	\$453,000	Current Project
ACN Wilmington HVAC Refurbishment	ACN	Critical Maintenance	\$1,650,000	Current Project
Total for ACN			\$98,641,000	
313 Emergency Generator Refurbishment	HSA	Critical Maintenance	\$903,000	Current Project
313 N Fig. Administration Building Seismic Retrofit	HSA	Critical Maintenance	\$42,514,000	New Project
313 N. Fig Fire Alarm Replacement	HSA	Critical Maintenance	\$1,700,000	Current Project
313 N. Fig HVAC	HSA	Critical Maintenance	\$15,000	Current Project
313 N. Fig Windows & Parapets	HSA	Critical Maintenance	\$3,000,000	Current Project
NEVHC Canoga Park Roof Replacement	HSA	Critical Maintenance	\$600,000	Current Project
Total for HSA			\$48,732,000	
Central Regional X-Ray Replacement	ICHS	Critical Maintenance	\$300,000	Current Project
JCHS Central Bungalow Replacement	ICHS	Critical Maintenance	\$10,000,000	New Project
Pitches X-Ray Replacement	ICHS	Critical Maintenance	\$500,000	Current Project
Twin Tower X-Ray Replacement	ICHS	Critical Maintenance	\$400,000	Current Project
Total for ICHS			\$11,200,000	
Total for Critical Maintenance			\$359,286,304	

COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES
A LIST OF CURRENT/NEW PROJECTS

ATTACHMENT II

Project Description	Facility	Project Need	Total Project Cost	
			Estimate	Notes
Boiler #2 Low NoX Upgrade	LAC+USC	Regulatory Requirement	\$800,000	Current Project
Pharmacy Whse Floor and Seismic Repair	LAC+USC	Regulatory Requirement	\$500,000	Current Project
Mother-Child-AIDS (MCA) Clinic Move to Rand Schrader Building	LAC+USC	Regulatory Requirement	\$2,000,000	New Project
USP 800 Pharmacy Upgrade ⁽²⁾	LAC+USC	Regulatory Requirement	\$1,666,000	Current Project
Total for LAC+USC			\$4,966,000	
OSHPD NPC2 A/E Services	HUCLA	Regulatory Requirement	\$500,000	Current Project
USP 800 Pharmacy Upgrade	HUCLA	Regulatory Requirement	\$1,669,000	Current Project
Total for HUCLA			\$2,169,000	
SB-1953 Compliance	OVMC	Regulatory Requirement	\$9,712,000	Current Project
Fire Alarm & Nurse Call Replacement	OVMC	Regulatory Requirement	\$81,560,000	Current Project
USP 800 Pharmacy Upgrade ⁽³⁾	OVMC	Regulatory Requirement	\$2,450,000	Expect Completion By End of FY 22-23
Total for OVMC			\$93,722,000	
CUP Leak Detection System replacement	RLANRC	Regulatory Requirement	\$100,000	Current Project
Total for RLANRC			\$100,000	
MLK Clinical Laboratory and Red-Bag Storage	ACN	Regulatory Requirement	\$15,900,000	Current Project
MLK OPC USP 800 Pharmacy Upgrade	ACN	Regulatory Requirement	\$511,000	Current Project
Total for ACN			\$16,411,000	\$ -
Total for Regulatory Requirement			\$117,368,000	

COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES
A LIST OF CURRENT/NEW PROJECTS

ATTACHMENT II

Project Description	Facility	Project Need	Total Project Cost	
			Estimate	Notes
GH, OPD and Clinic Building Space Planning	LAC+USC	Strategic Priority / Service Enhancement	\$250,000	Current Project
Outpatient Clinic, Admin & Support Building Study	LAC+USC	Strategic Priority / Service Enhancement	\$200,000	Current Project
Burn Hydrotherapy Ward Remodel	LAC+USC	Strategic Priority / Service Enhancement	\$1,000,000	Current Project
`	LAC+USC	Strategic Priority / Service Enhancement	\$3,800,000	Expect Completion By End of FY 22-23
Rand Schrader Baroda Wall Inspection Services	LAC+USC	Strategic Priority / Service Enhancement	\$100,000	Current Project
Women's and Children's Hospital Demolition	LAC+USC	Strategic Priority / Service Enhancement	\$30,824,000	Expect Completion By End of FY 22-23
Demolition of IRD Building	LAC+USC	Strategic Priority/Service Enhancement	\$8,242,188	New Project
Demolition of OPD Building	LAC+USC	Strategic Priority/Service Enhancement	\$9,798,000	New Project
Radiationoncology Linear Accelerator (LINAC)	LAC+USC	Strategic Priority/Service Enhancement	\$9,443,100	New Project
Replacement Administration Building	LAC+USC	Strategic Priority/Service Enhancement	\$200,000,000	New Project
Replacement Outpatient Building	LAC+USC	Strategic Priority/Service Enhancement	\$219,390,000	New Project
Total for LAC+USC			\$483,047,288	
Inpatient Pharmacy Expansion	HUCLA	Strategic Priority / Service Enhancement	\$1,800,000	Current Project
HUCLA Replacement	HUCLA	Strategic Priority / Service Enhancement	\$1,695,000,000	Current Project
Total for HUCLA			\$1,696,800,000	
MC Scrub Ex	OVMC	Strategic Priority / Service Enhancement	\$56,000	Current Project
Outpatient Center Feasiblity Study	OVMC	Strategic Priority / Service Enhancement	\$500,000	Current Project
Code Blue Call System	OVMC	Strategic Priority/Service Enhancement	\$1,500,000	New Project
Outpatient Building and Ambulatory Surgery Center	OVMC	Strategic Priority/Service Enhancement	\$589,763,867	New Project
Total for OVMC			\$591,819,867	
MLK Jr. MC Child and Family Wellbeing Center	ACN	Strategic Priority / Service Enhancement	\$8,696,000	Expect Completion By End of FY 22-23
MLK Ted Watkins Oasis	ACN	Strategic Priority / Service Enhancement	\$102,000	Current Project
MLK-Hawkins Demolition	ACN	Strategic Priority / Service Enhancement	\$403,000	Current Project
North Hollywood Integrated Care Clinic - HS	ACN	Strategic Priority / Service Enhancement	\$472,000	Current Project
ACN El Monte CHC Parking Lot	ACN	Strategic Priority / Service Enhancement	\$759,000	Current Project
ACN Hudson CHC Resurface/Repair Parking lot	ACN	Strategic Priority / Service Enhancement	\$738,000	Current Project
Bellflower HC Total Building Remodel	ACN	Strategic Priority/Service Enhancement	\$7,373,000	New Project
El Monte Renovation (Exam Rms, Patient Counseling & Education, PCMH Nursing Stations, & Staff Break Rooms)	ACN	Strategic Priority/Service Enhancement	\$1,200,000	New Project
Hubert Humphrey 1st Floor Remodel	ACN	Strategic Priority/Service Enhancement	\$4,900,000	New Project
Hubert Humphrey CHC Dental Remodel	ACN	Strategic Priority/Service Enhancement	\$1,288,000	New Project
Hudson CHC Central Sterile	ACN	Strategic Priority/Service Enhancement	\$500,000	New Project
Hudson CHC Peds Relocation and Adult Clinic Expansion	ACN	Strategic Priority/Service Enhancement	\$3,140,000	New Project
Hudson CHC Urgent Care Remodel	ACN	Strategic Priority/Service Enhancement	\$2,232,000	New Project
La Puente HC Clinic Remodel	ACN	Strategic Priority/Service Enhancement	\$6,208,000	New Project
Long Beach CHC Registration (1st Floor) Remodel	ACN	Strategic Priority/Service Enhancement	\$4,822,000	New Project
Mid Valley CHC Clinic Remodel at 2nd & 4th Floors	ACN	Strategic Priority/Service Enhancement	\$5,910,000	New Project
MLK Parking Lot D Parking Access Control System	ACN	Strategic Priority/Service Enhancement	\$350,000	New Project
Roybal CHC Family Medicine Remodel	ACN	Strategic Priority/Service Enhancement	\$3,703,000	New Project
San Fernando HC Clinic Remodel	ACN	Strategic Priority/Service Enhancement	\$2,180,000	New Project
Wilmington HC Registration Remodel	ACN	Strategic Priority/Service Enhancement	\$500,000	New Project
Total for ACN			\$55,476,000	
Total for Strategic Priority/Service Enhancement			\$2,827,143,155	
GRAND TOTAL - DHS PRIORITY CAPITAL PROJECTS			\$3,303,797,459	

BOARD LETTER/MEMO CLUSTER FACT SHEET

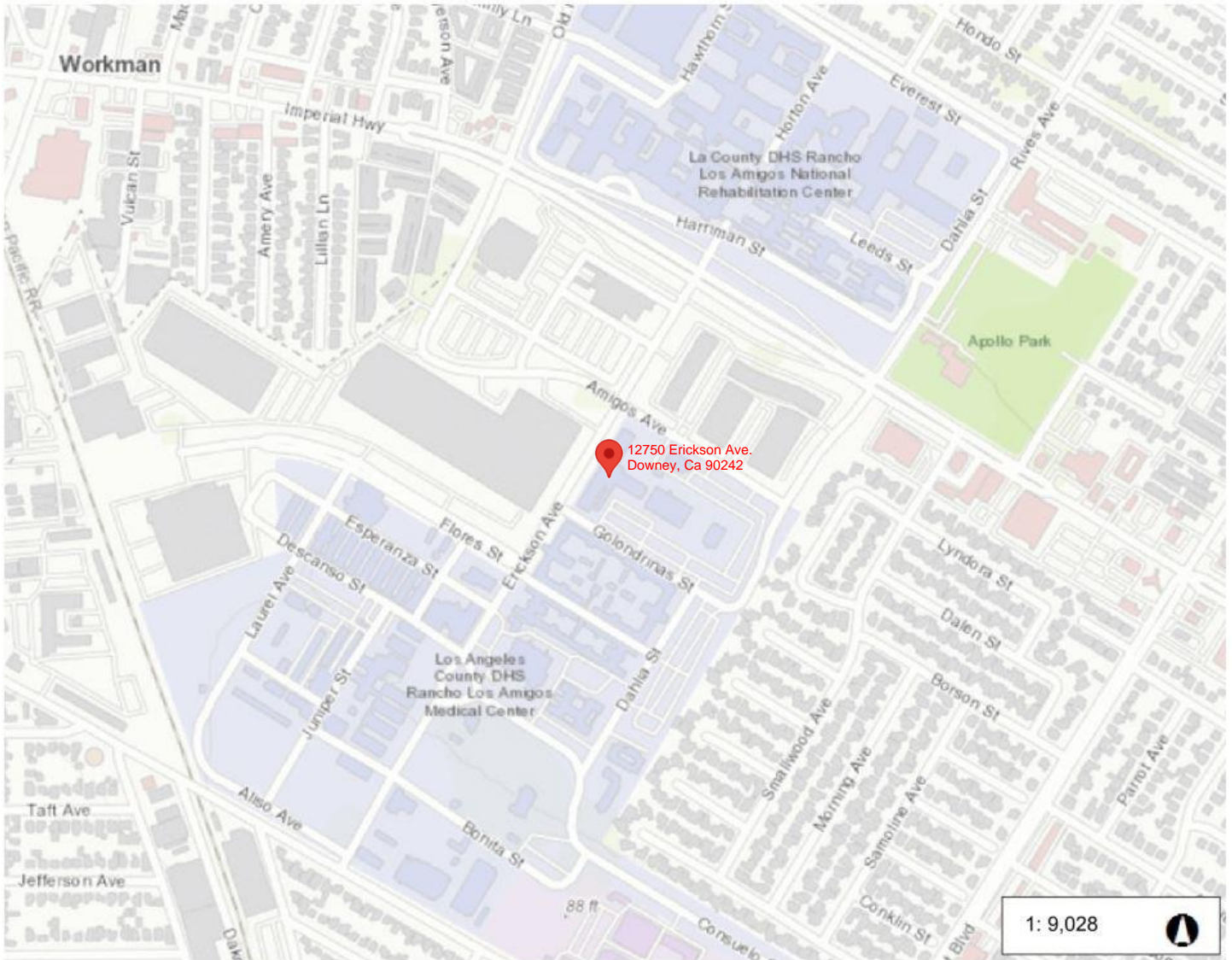
☒ Board Letter

☐ Board Memo

☐ Other

CLUSTER AGENDA REVIEW DATE	12/14/2022	
BOARD MEETING DATE	1/10/2023	
SUPERVISORIAL DISTRICT AFFECTED	<input type="checkbox"/> All <input type="checkbox"/> 1 st <input type="checkbox"/> 2 nd <input type="checkbox"/> 3 rd <input checked="" type="checkbox"/> 4 th <input type="checkbox"/> 5 th	
DEPARTMENT(S)	Public Works and Public Health	
SUBJECT	Department of Public Health Downey Laboratory Expansion and Renovation Project	
PROGRAM	N/A	
AUTHORIZES DELEGATED AUTHORITY TO DEPT	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
SOLE SOURCE CONTRACT	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If Yes, please explain why: N/A	
DEADLINES/ TIME CONSTRAINTS	N/A	
COST & FUNDING	Total cost: \$33,020,000	Funding source: \$33,020,000 grant from the Federal Centers for Disease Control and Prevention
	TERMS (if applicable): N/A	
	Explanation: N/A	
PURPOSE OF REQUEST	Establish the proposed capital project and award and authorize Public Works to execute a consultant services agreement for design of the project.	
BACKGROUND (include internal/external issues that may exist including any related motions)	The proposed project will expand and renovate the Department of Public Health Downey Laboratory to meet the current operational and staff needs. The improvements are needed to safely perform diagnostic and surveillance testing using the latest state-of-the-art laboratory equipment and to protect the community against communicable disease threats.	
EQUITY INDEX OR LENS WAS UTILIZED	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If Yes, please explain how: N/A	
SUPPORTS ONE OF THE NINE BOARD PRIORITIES	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No If Yes, please state which one(s) and explain how: The project supports Board Priority No. 7, Sustainability, by investing in County buildings to provide improved public services and workforce environments that will lead to increased productivity.	
DEPARTMENTAL CONTACTS	Name, Title, Phone # & Email: Vincent Yu, Deputy Director, (626) 458-4010, cell (626) 614-7217, vyu@pw.lacounty.gov	

Department of Public Health Downey Laboratory Expansion and Renovation Project



12750 Erickson Avenue, Downey, CA 90242

January 10, 2023

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:

**CONSTRUCTION-RELATED CONTRACT
CONSTRUCTION MANAGEMENT CORE SERVICE AREA
DEPARTMENT OF PUBLIC HEALTH
DOWNEY LABORATORY EXPANSION AND RENOVATION PROJECT
ESTABLISH CAPITAL PROJECT
APPROVE APPROPRIATION ADJUSTMENT
AWARD CONSULTANT SERVICES AGREEMENT
SPECS. 7817; CAPITAL PROJECT NO. 87889
(FISCAL YEAR 2022-23)
(SUPERVISORIAL DISTRICT 4)
(4 VOTES)**

SUBJECT

Public Works is seeking Board approval to establish the capital project, approve an appropriation adjustment, and award a consultant services agreement for the proposed Downey Laboratory Expansion and Renovation Project.

IT IS RECOMMENDED THAT THE BOARD:

1. Find that the recommended actions for the proposed Downey Laboratory Expansion and Renovation Project do not constitute a project under the California Environmental Quality Act for the reasons stated in this letter and in the record of the proposed activity.
2. Establish the proposed Downey Laboratory Expansion and Renovation Project, Capital Project No. 87889, with a preliminary project budget of \$33,020,000, in the Fiscal Year 2022-23 Capital Projects/Refurbishment Budget.
3. Approve an appropriation adjustment in the amount of \$33,020,000 in grant revenue from the Federal Centers for Disease Control and Prevention to Capital Project No. 87889 to fully fund the project.

4. Award and authorize the Director of Public Works or his designee to execute a consultant services agreement with HDR Architecture, Inc., to provide architectural/engineering design and support services for a \$2,290,679 not-to-exceed fee. The term of the agreement will begin upon full execution and will remain valid until final acceptance of the project by the County.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

Approval of the recommended actions will find they do not constitute a project under the California Environmental Quality Act (CEQA); establish the capital project and preliminary budget; approve an appropriation adjustment to fully fund the project; and award a consultant services agreement for the design of the project.

The Department of Public Health (DPH) Downey Laboratory facility is located at 12750 Erickson Avenue, Downey, CA 90242. In August 2007, the County completed the remodeling and renovation of the approximately 33,716-square-foot, single-story building to convert it into the current laboratory facility. The laboratory provides diagnostic and reference testing for the County, the City of Pasadena, and other surrounding Southern California jurisdictions. The laboratory performs high complexity diagnostic and surveillance testing for DPH clinics, County hospitals, private hospitals, community-based providers, outbreak investigations, and outreach activities. In addition to human diagnostic testing, the laboratory performs environmental and veterinary testing.

Since the establishment of the laboratory in 2007, no significant upgrades or improvements have been made to the facility. The laboratory facility is not large enough to fully support the current program operations and staff. Trailers were constructed to accommodate additional workspace and mobile storage units were positioned for supplies at the facility. Previous consultant studies within the last eight years have identified the need for a much larger building footprint to accommodate the supplies, instrumentation, staffing, and workload. Improvements at the laboratory facility are needed to safely perform diagnostic and surveillance testing using the latest state-of-the-art molecular equipment. The workload at the laboratory has also dramatically increased over the past ten years with the annual test volume exceeding 500,000 tests per year.

Appropriate space to receive specimens, store supplies and reagents, prepare specimen collection kit orders, and properly perform testing is needed to protect the community against communicable disease threats. This has become increasingly evident especially during the recent public health emergencies for COVID-19 and Monkeypox outbreaks.

In the fall of 2021, DPH applied for Epidemiology and Laboratory Capacity grant funding from the Centers for Disease Control and Prevention. The grant was specifically related to public health laboratory building infrastructure improvements to improve molecular testing capacity and emerging infectious disease preparedness. The DPH Downey Laboratory was one of seven public health laboratories nationally to receive a notice of award for Federal funding.

The proposed project would consist of a new, stand-alone, approximately 18,000-square-foot, two-story building addition to the existing laboratory building, and the renovation of approximately 6,000 square feet of receiving/warehouse space in the existing building.

Public Works is recommending the award of a consultant services agreement to HDR Architecture, Inc., for a \$2,290,679 not-to-exceed fee, to provide architectural/engineering design and support services for the proposed project.

Public Works proposes to deliver the project, if approved, using the County's competitive low-bid process. Following completion of the design in December 2023, Public Works will return to the Board with recommendations for approval of the project and project budget, appropriate CEQA environmental finding(s), and to adopt and advertise plans and specifications for construction bids.

Green Building/Sustainable Design Program

The proposed project would include construction of a new laboratory building addition greater than 10,000 square feet in size. In accordance with the County's Energy and Environmental Policy amended by the Board on December 20, 2016, the new laboratory building addition would be designed and constructed to achieve a United States Green Building Council Leadership in Energy and Environmental Design Gold Level certification by incorporating sustainable design features to optimize energy and water use efficiency, enhance the sustainability of the site, improve indoor environmental quality, and maximize the use and reuse of sustainable and local resources.

Implementation of Strategic Plan Goals

These recommendations support the County's Strategic Plan: Strategy III.3, Pursue Operational Effectiveness, Fiscal Responsibility, and Accountability; and Objective III.3.2, Manage and Maximize County Assets by investing in public infrastructure that will improve the operational effectiveness of existing County assets.

FISCAL IMPACT/FINANCING

Funding to complete all phases of design and the construction for the proposed project will come from the Epidemiology and Laboratory Capacity grant from the Centers for Disease Control and Prevention, with an Assistance Listing Number (ALN) 93.323. The preliminary project budget is estimated at approximately \$33,020,000, including \$3,000,000 for design, County services, and plan check.

Approval of the enclosed Fiscal Year 2022-23 appropriation adjustment (Enclosure A) will appropriate \$33,020,000.00 in grant revenue from the Federal Centers for Disease Control and Prevention in the Fiscal Year 2022-23 Capital Projects/Refurbishment Budget, under Capital Project No. 87889, to fully fund the design effort. There is no impact to net County cost.

Operating Budget Impact

DPH anticipates a possible increase in ongoing operating costs as a result of the proposed project and will fund these additional costs with existing budgetary resources. These costs include routine facility maintenance and upkeep, campus security, housekeeping, and utilities.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

A standard consultant services agreement, in the form previously approved by County Counsel, will be used that contains terms and conditions supporting the Board's ordinances and policies.

Enclosure B reflects the minority participation and the Community Business Enterprises participation data for the consultants that submitted proposals.

ENVIRONMENTAL DOCUMENTATION

The recommended actions establishing the capital project, approving the appropriation adjustment, and awarding the design consultant services agreement for the proposed project, are not a project pursuant to Section 21065 of the Public Resources Code and Section 15378 (b) (4) and (5) of the State CEQA Guidelines, because the actions are an administrative activity of government that will not result in direct or indirect changes to the environment and provide for a government funding mechanism or other fiscal activity of government that does not involve a commitment to a specific project that may result in a potentially significant impact on the environment.

The appropriate environmental documentation will be completed and submitted to the Board for consideration when Public Works returns to the Board to recommend approval of the capital project.

CONTRACTING PROCESS

On April 25, 2022, Public Works issued the Request for Proposals (RFP) for architectural/engineering design and support services for the proposed project. The RFP was advertised on the County's "Doing Business with Us" website (Enclosure C), the "Public Works Contracting Opportunities" website, and published in the *Daily Breeze*, *La Opinión*, *Long Beach Press-Telegram*, *Los Angeles Daily Journal*, *Los Angeles Sentinel*, *Pasadena Star News*, *San Gabriel Valley Tribune*, *Santa Monica Daily Press*, *The Signal*, and *World Journal*. Public Works informed 3,174 Community Business Enterprises; 1,453 Local Small Business Enterprises; 176 Disabled Veteran Business Enterprises; and 173 Social Enterprises about this business opportunity. Fifty firms registered on the Public Works' website for the RFP.

On June 2, 2022, seven firms submitted proposals. The evaluation committee, composed of staff from Public Works and DPH, evaluated the proposals, conducted interviews, and selected HDR Architecture, Inc., as the best-qualified firm to provide the required architectural/engineering and support services for the project. The evaluation was completed without regard to race, creed, color, or gender. The three-year contracting history for HDR Architecture, Inc., is on file with Public Works' Business Relations and Contracts Division.

Public Works has evaluated and determined that the Los Angeles County Code Chapter 2.201, Living Wage Program, does not apply to the recommended agreement. The agreement is exempt from the requirement of Proposition A because the services are required on a part-time and intermittent basis. Public Works notified the Union of this solicitation.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Approval of the recommended actions will have no impact on current County services or projects.

CONCLUSION

The Honorable Board of Supervisors
January 10, 2023
Page 6

Please return one adopted copy of this Board letter to Public Works, Project Management Division I.

Respectfully submitted,

MARK PESTRELLA, PE
Director of Public Works

MP:LR:sl

Enclosures

c: Department of Arts and Culture
Chief Executive Office (Capital Programs Division)
County Counsel
Executive Office
Department of Public Health

PINK

BA FORM 03252021

BOARD OF SUPERVISORS
OFFICIAL COPY

January 10, 2023

COUNTY OF LOS ANGELES

REQUEST FOR APPROPRIATION ADJUSTMENT

DEPARTMENT OF PUBLIC HEALTH

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

PUBLIC HEALTH

PUBLIC HEALTH DOWNEY LABORATORY EXPANSION AND RENOVATION

A01-CP-90-8938-65058-87889

FEDERAL-OTHER / CAPITAL PROJECTS

INCREASE REVENUE

33,020,000

PUBLIC HEALTH

PUBLIC HEALTH DOWNEY LABORATORY EXPANSION AND RENOVATION

A01-CP-6014-65058-87889

CAPITAL ASSETS - B & I

INCREASE APPROPRIATION

33,020,000

SOURCES TOTAL

\$ 33,020,000

USES TOTAL

\$ 33,020,000

JUSTIFICATION

Reflects the increase of \$33,020,000 in appropriation, offset with grant revenue from the Federal Centers for Disease Control (CDC) Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) to fund Capital Project No. 87889, Public Health Downey Laboratory Expansion and Renovation for building infrastructure improvements.

AUTHORIZED SIGNATURE

CLAUDIA VALENZUELA, BUDGET OFFICER

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

REFERRED TO THE CHIEF
EXECUTIVE OFFICER FOR---

☐

ACTION

☐

RECOMMENDATION

AUDITOR-CONTROLLER

BY

B.A. NO.

DATE

☐

APPROVED AS REQUESTED

☐

APPROVED AS REVISED

CHIEF EXECUTIVE OFFICER

BY

DATE

**PROPOSERS' UTILIZATION PARTICIPATION AND COMMUNITY BUSINESS ENTERPRISE PROGRAM INFORMATION
ARCHITECTURAL/ENGINEERING SERVICES DEPARTMENT OF PUBLIC HEALTH DOWNEY LABORATORY EXPANSION AND
RENOVATION PROJECT (BRC0000326)**

SELECTED FIRM

	Consultant Name (Prime with Subcontractors listed below) only subconsultants with Utilization Participation were listed.	Local Small Business Enterprise	Small Business Enterprise	Minority	Women	Disadvantaged	DisabledVet	Lesbian, Gay, Bi, Trans, Questioning, Queer +
1	HDR Architecture, Inc.							
	Arroyo Irrigation, Inc.		X					
	Coast Surveying, Inc.		X	X		X		

NON-SELECTED FIRMS

	Consultant Name	Local Small Business Enterprise	Small Business Enterprise	Minority	Women	Disadvantaged	DisabledVet	Lesbian, Gay, Bi, Trans, Questioning, Queer +
2	Corgan Associates, Inc.							
	Brandow & Johnston	X	X					
	SALT Landscape Architects	X	X					
	Pamela Munson, ASID		X					
	Faith Group, LLC				X			
3	Ewing Cole							
4	H.H. Fremer	X	X					
	Brandow & Johnston	X	X					
	Lam & Ka'aionini	X	X	X		X		
	Lund Associates	X	X					
	KPJ Consulting USA	X	X					
	AWC West		X					
5	Huitt-Zollars							
	AWC West		X					
	Converse Consultants	X	X	X				
	OCMI, Inc.					X		
	SKA Design		X	X		X		
	Exante 360		X					
	Cornerstone Studios, Inc.		X	X		X		
6	John Friedman Alice Kimm Architects, Inc.		X	X	X			
	Office of Designed Landscape	X	X	X	X	X		
	Yagade Consulting	X	X	X		X		
7	SmithGroup Architects and Engineers							
	SKA Design		X	X		X		
	Newson Brown Acoustics		X					
	Vantage Technology Consulting Group	X	X					
	Saiful Bouquet Structural Engineers, Inc.		X	X				

**PROPOSERS' UTILIZATION PARTICIPATION AND COMMUNITY BUSINESS ENTERPRISE PROGRAM INFORMATION
ARCHITECTURAL/ENGINEERING SERVICES DEPARTMENT OF PUBLIC HEALTH DOWNEY LABORATORY EXPANSION AND
RENOVATION PROJECT (BRC0000326)**

FIRM INFORMATION		Corgan Associates, Inc.	Ewing Cole, Inc.	* HDR Architecture, Inc.	H.H. Fremer Architects, Inc.	Huitt Zollars, Inc.	John Friedman Alice Kimm Architects, Inc.	SmithGroup Architects and Engineers
BUSINESS STRUCTURE		Corporation	Corporation	Corporation	Corporation	Corporation	Corporation	Corporation
OWNER/PARTNERS	Black/African American	20	0	0	0	0	1	12
	Hispanic/Latino	69	4	2	0	0	1	6
	Asian or Pacific Islander	85	1	0	0	0	5	40
	American Indian	2	0	0	0	0	0	0
	Filipino	0	0	0	0	0	0	0
	White	469	41	2	1	0	7	274
	Female (included above)	322	8	0	0	0	5	98
	NUMBER							
MANAGER	Black/African American	3	3	3	0	0	1	6
	Hispanic/Latino	14	4	13	0	8	0	6
	Asian or Pacific Islander	20	5	22	1	5	2	15
	American Indian	0	0	1	0	0	0	0
	Filipino	1	0	0	0	0	0	0
	White	207	47	285	0	62	4	209
	Female (included above)	93	22	66	0	11	3	87
STAFF	Black/African American	17	17	31	0	23	0	62
	Hispanic/Latino	55	26	105	0	102	1	64
	Asian or Pacific Islander	65	43	217	1	29	3	182
	American Indian	2	3	2	0	3	0	0
	Filipino	0	11	0	0	0	0	0
	White	263	210	827	2	220	3	635
	Female (included above)	229	127	402	2	116	2	451
	Total	1,292	415	1,510	5	452	28	1,511
COUNTY CERTIFICATION								
	Certified Business Enterprise	N	N	N	Y	Y	N	N
	Local Small Business Enterprise Certified	N	N	N	Y	N	N	N

**PROPOSERS' UTILIZATION PARTICIPATION AND COMMUNITY BUSINESS ENTERPRISE PROGRAM INFORMATION
ARCHITECTURAL/ENGINEERING SERVICES DEPARTMENT OF PUBLIC HEALTH DOWNEY LABORATORY EXPANSION AND
RENOVATION PROJECT (BRC0000326)**

OTHER CERTIFYING AGENCY	N/A	N/A	N/A	(CA Department of General Services) County of Los Angeles Department of Consumer and Business Affairs	(CA Department of General Services) City of Los Angeles	N/A	N/A
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Information provided by proposers in response to the Request for Proposal. On final analysis and consideration of award, vendors were selected without regard to race, creed, gender, or color. * **The selected firm will have an asterisk next to their name.**

p:\brcdpub\CONTRACTS\Loydi\RFP\PMI - BRC0000326 AE Svs DPH Downey Expansion Proj\Board Letter\Enclosure B - Proposers Utilization and CBE Program



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+ Solicitation Detail

Solicitation Number:	BRC0000326		
Title:	Architectural Engineering Services Department of Public Health Downey Laboratory Expansion Project		
Department:	Public Works		
Bid Type:	Commodity / Service	Bid Amount:	\$2,500,000.00
Commodity:	CONSULTING SERVICES - ARCHITECTURAL		

Description:	<p>The County of Los Angeles Public Works (Public Works) is inviting proposals from qualified firms to provide architectural engineering design services for the Department of Public Health Downey Laboratory Expansion Project.</p> <p>The proposed project consists of renovating and expanding the existing approximately 34,000 square-foot Department of Public Health Laboratory facility, including the molecular epidemiology laboratory and the accessioning and specimen receiving/storage areas.</p> <p>The objective of this solicitation is to select one firm that is the best qualified to provide the requested services for a not-to-exceed amount of Two Million Five Hundred Thousand Dollars (\$2,500,000).</p> <p>Virtual preproposal meeting is 5/17/22 at 3 p.m. Meeting is optional.</p> <p>To access the RFP document, visit Public Works website at https://dpw.lacounty.gov/contracts/opportunities.aspx.</p> <p>Following addendums have been posted: Notice to Proposers A, dated 5/5/22 Notice to Proposers B, dated 5/19/22 Notice to Proposers C, dated 5/24/22</p> <p>Submit questions related to this project by 5/19/22, to contact person listed below.</p> <p style="text-align: right;">Less</p>		
Open Day:	4/25/2022	Close Date:	6/2/2022 4:00:00 PM
Contact Name:	Loydi Nguyen	Contact Phone:	(626) 458-2180
Contact Email:	Lnguyen@dpw.lacounty.gov		
Last Changed On:	5/24/2022 1:56:51 PM		
Attachment File (0) :	<div style="border: 1px solid #ccc; padding: 5px;"> + Click here to download attachment files. </div>		



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BOARD LETTER/MEMO CLUSTER FACT SHEET

DRAFT

☒ Board Letter

☐ Board Memo

☐ Other

CLUSTER AGENDA REVIEW DATE	12/14/2022	
BOARD MEETING DATE	1/10/2023	
SUPERVISORIAL DISTRICT AFFECTED	<input type="checkbox"/> All <input checked="" type="checkbox"/> 1 st <input type="checkbox"/> 2 nd <input type="checkbox"/> 3 rd <input type="checkbox"/> 4 th <input type="checkbox"/> 5 th	
DEPARTMENT(S)	Mental Health	
SUBJECT	Request approval of interim ordinance authority to add and fill thirty-two (32) positions to provide direct mental health services at the new Antelope Valley Child and Family Mental Health Center.	
PROGRAM	DMH	
AUTHORIZES DELEGATED AUTHORITY TO DEPT	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
SOLE SOURCE CONTRACT	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If Yes, please explain why:	
DEADLINES/ TIME CONSTRAINTS	1/10/23	
COST & FUNDING	Total cost: \$2,451,000	Funding source: Federal Financial Participation Medi-Cal, State Mental Health Services Act, and State Aid Mental Health revenues
	TERMS (if applicable):	
	Explanation: funding is for Fiscal Year 2022-23	
PURPOSE OF REQUEST	Board approval of the recommended action will allow DMH to provide mental health services at the new Antelope Valley (AV) Child and Family Mental Health Center in North County, Service Area 1. DMH will utilize an existing clinic, located at 2323 Palmdale Boulevard, Suite A, to open and operate the new clinic.	
BACKGROUND (include internal/external issues that may exist including any related motions)	Service Area 1 has a larger proportion of children, approximately 33 percent, as compared to other service areas with an average of 25 percent. Currently, DMH only has one DMH directly operated child program in this area. The need for child and family mental health services in the Antelope Valley and desert areas has reached a critical mass and this new mental health center will provide a resolution within this area.	
EQUITY INDEX OR LENS WAS UTILIZED	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No If Yes, please explain how: Guiding principles: <i>Reduce racial disparities in life outcomes as well as disparities in public investment to shape those outcomes and Seek to improve long-term outcomes both intergenerationally and multi-generationally</i> speaks to why it's so important to provide this Child and Family Mental Health Clinic in Service Area1. SA1 is over sixty-seven miles from the Los Angeles basin and has had a long history of not being appropriately resourced. Currently there are eleven legal entity Mental health child providers in this service area that; according to the High Desert Health Care Group clinics, serve over 20% of the total pediatric patients served by DHS County-wide. This is approximately 9,500 of 45,000 total children. The implementation of the much-needed Child and Family center is one of two priorities DMH has put forward to decrease the disparities in this community and improve sustainable mental health outcomes.	

SUPPORTS ONE OF THE NINE BOARD PRIORITIES	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If Yes, please state which one(s) and explain how:
DEPARTMENTAL CONTACTS	DMH: Theion Perkins, Mental Health Program Manager IV, (661) 223-3827, tperkins@dmh.lacounty.gov or Anna Bruce, Mental Health Program Manager II, (213) 943-9983, abruce@dmh.lacounty.gov Counsel: William Birnie, Senior Deputy County Counsel, (213) 972-5717, wbirnie@counsel.lacounty.gov



DEPARTMENT OF MENTAL HEALTH

hope. recovery. wellbeing.

LISA H. WONG, Psy.D.
Interim Director

Curley L. Bonds, M.D.
Chief Medical Officer

Connie D. Draxler, M.P.A.
Acting Chief Deputy Director

January 10, 2023

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

Dear Supervisors:

**APPROVAL FOR HIRING AUTHORITY
NEW ANTELOPE VALLEY CHILD AND FAMILY
MENTAL HEALTH CENTER
(SUPERVISORIAL DISTRICT 1)
(3 VOTES)**

SUBJECT

Request approval of interim ordinance authority to add and fill thirty-two (32) positions to provide direct mental health services at the new Antelope Valley Child and Family Mental Health Center.

IT IS RECOMMENDED THAT YOUR BOARD:

Approve interim ordinance authority, pursuant to Section 6.06.020 of the County Code, for thirty-two (32) full-time permanent positions, Attachment I, for the Department of Mental Health (DMH) for Fiscal Year (FY) 2022-23, subject to allocation by the Chief Executive Office (CEO), Classification and Compensation.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTIONS

Board approval of the recommended action will allow DMH to provide mental health services at the new Antelope Valley (AV) Child and Family Mental Health Center in North County, Service Area 1. DMH will utilize an existing clinic, located at 2323 Palmdale Boulevard, Suite A, to open and operate the new clinic.

The Antelope Valley encompasses 1,169.29 square miles in northern Los Angeles County and is home to nearly 517,000 residents, including over 100,000 children aged 18 and under. Service Area 1 has a larger proportion of children, approximately 33 percent, as compared to other service areas with an average of 25 percent. Currently, DMH only has one DMH directly operated child program in this area, the Antelope Valley Kids Connection, which is specifically for Department of Children and Family Services' involved children and youth under DMH's Specialized Foster Care program. In addition to the Specialized Foster Care program, DMH has eleven contracted clinics to serve the children and youth population in this service area, however there is and continues to be a greater need to manage the demand for services.

The need for child and family mental health services in the Antelope Valley and desert areas has reached a critical mass; an urgency that has also been recognized and prioritized by the National Surgeon General Advisory. In accordance with the National Surgeon General Advisory, California has a higher prevalence of mental illness and lower rates of access to care, compared to national averages. Of the 284,000 children and youth in California, 9.8 percent report having had a severe major depressive episode and two-thirds have not received any treatment.

The needs have now grown exponentially and were exacerbated with the COVID-19 pandemic within Los Angeles County. The Department of Health Services community clinic refers, on average, 30 children a month with over half of these referrals reported as moderate-to-severe acuity. DMH recognizes there is a lack of community resources available for children 18 years and younger within the northern region of Los Angeles County; this new mental health center will provide a resolution within this area.

IMPLEMENTATION OF STRATEGIC PLAN GOALS

The recommended actions are consistent with County's Strategic Plan Goal I: Enhance the Quality and Capacity of Mental Health Services and Supports in Partnerships with Clients, Strategy I.1: Enhance Delivery of Systems That Balance and Transform a Continuum of Services. Strategy 1.2: Provide Integrated Mental Health, Physical Health and Substance Use Services. Strategy 1.3: Support clients in Establishing Their Own Recovery.

FISCAL IMPACT/FINANCING

The estimated, pro-rated cost to operate the AV Child and Family Mental Health Center in FY 2022-23 is \$2,451,000, fully funded by Federal Financial Participation Medi-Cal, State Mental Health Services Act, and State Aid Mental Health revenues. The operating

cost includes \$2,096,000 for personnel cost and \$355,000 for services and supplies and client supportive services.

Sufficient funding is included in the FY 2022-23 Final Adopted Budget for this action. Funding for future fiscal years will be included in the budget request process. There is no net County cost impact associated with the recommended action.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

The AV Child and Family Mental Health Center will address the need to provide child and youth mental health services in SA 1.

IMPACT ON CURRENT SERVICES OR PROJECTS

The AV Child and Family Mental Health Center would be the first mental health children and family center within this part of the County. DMH is committed to resolving issues related to the lack of treatment in this area by opening a new children and family clinic to service this community. This new mental health center will assist in resolving numerous factors that contribute to limited mental health services within this region and will provide a full array of direct mental health clinical care and services.

Respectfully submitted,

Lisa H. Wong, Psy.D.
Interim Director

LHW:CDD:kr

Attachment

**LOS ANGELES COUNTY - DEPARTMENT OF MENTAL HEALTH
 ANTELOPE VALLEY CHILD AND FAMILY MENTAL HEALTH CENTER
 LIST OF POSITIONS**

Item Description	Item No.	ORD	FTE
CLINICAL PSYCHOLOGIST II	8697A	6	6.0
COMMUNITY HEALTH WORKER	8103A	2	2.0
INTERMEDIATE TYPIST-CLERK	2214A	1	1.0
MEDICAL CASE WORKER II	9002A	2	2.0
MENTAL HEALTH CLINICAL SUPERVISOR	9038A	1	1.0
MENTAL HEALTH CLINICIAN II	9030A	2	2.0
MENTAL HEALTH COUNSELOR,RN	5278A	1	1.0
MENTAL HEALTH PROGRAM MANAGER II	4741A	1	1.0
MENTAL HEALTH PSYCHIATRIST	4735A	2	2.0
PATIENT FINANCIAL SERVS WORKER	9193A	1	1.0
PSYCHIATRIC SOCIAL WORKER II	9035A	11	11.0
STAFF ASSISTANT I	0907A	1	1.0
SUPERVISING PSYCHOLOGIST	8712A	1	1.0
Total		32	32.0