



Office of the City Manager

CONSENT CALENDAR
September 14, 2021

To: Honorable Mayor and Members of the City Council
 From: Dee Williams-Ridley, City Manager
 Submitted by: Lisa Warhuus, Director, Health, Housing & Community Services
 Subject: Revenue Contract: Department of Health Care Services Performance
 Contract for City of Berkeley

RECOMMENDATION

Adopt a Resolution authorizing the City Manager or her designee to execute a contract and any amendments with the California Department of Health Care Services (DHCS) from July 1, 2021 through June 30, 2024, for the Mental Health Services Act (MHSA), Lanterman-Petris-Short (LPS) Act, Projects for Assistance in Transition from Homelessness (PATH), Community Mental Health Services Block Grant (MHBG), and Crisis Counseling Assistance and Training Program (CCP) programs and county provision of community mental health services pursuant to the Bronzan-McCorquodale Act. For the purposes of this contract, DHCS considers the City of Berkeley a small County.

FISCAL IMPACTS OF RECOMMENDATION

The Mental Health Division is projected to receive approximately \$8,678,398 in FY22 funds through the Mental Health Services Act. These funds will be deposited in ERMA GL Code 315-51-503-520-0000-000-000-432390-. It is anticipated that a similar amount will be received for all years covered by the contract (FY22-FY24) for a total anticipated 3-year amount of \$26,035,194.

CURRENT SITUATION AND ITS EFFECTS

The City of Berkeley receives direct funding from the MHSA from the State of California, and DHCS requires a performance contract with the City of Berkeley in order to delineate the responsibilities and requirements connected with transferring these funds to the City of Berkeley.

BACKGROUND

The California Department of Health Care Services provides funding and oversight for mental health care plans administered primarily through County Health Plans. In 2011, the contract that delineates the responsibilities and requirements for receiving these funds was consolidated into a single "performance contract." When this occurred, the City entered into a contract with Alameda County authorizing services and part of the Alameda County Behavioral Healthcare Plan.

On October 13, 2020 via Resolution No. 69,580-N.S., City Council approved entering into Contract No. 42100054 with DCHS. DHCS is again requiring Berkeley to enter into a performance contract regarding funds received directly from the State. DHCS does not amend previous contracts, but requires new agreements for each period. The standard State Performance Contract covers a wide variety of possible funding streams. The City of Berkeley only receives MHSA revenue from DHCS, and therefore only those sections of the performance contract applicable to the MHSA apply to the City of Berkeley.

ENVIRONMENTAL SUSTAINABILITY AND CLIMATE IMPACTS

There are no identifiable environmental effects, climate impacts, or sustainability opportunities associated with the subject of this report.

RATIONALE FOR RECOMMENDATION

In order to receive MHSA funding, Berkeley is required to enter into this performance contract with DHCS. As MHSA funding is the largest funding source for mental health services provided by the Mental Health division of the Health, Housing and Community Services Department, it is vital that HHCS continue to receive these funds to provide mental health services in Berkeley. These funds support numerous programs including Full Service Partnerships that provide specialized, comprehensive outpatient services to highest need individuals in Berkeley to the Berkeley Wellness Center, which is available to support everyone in the City.

ALTERNATIVE ACTIONS CONSIDERED

None.

CONTACT PERSON

Steven Grolnic-McClurg, Manager of Mental Health, HHCS, (510) 981-5249

Attachments:

1: Resolution

RESOLUTION NO. ##,###-N.S.

REVENUE CONTRACT: DEPARTMENT OF HEALTH CARE SERVICES
PERFORMANCE CONTRACT FOR CITY OF BERKELEY

WHEREAS, the California Department of Health Care Services (DHCS) requires the City of Berkeley to enter into a performance contract to receive funding from the Mental Health Services Act; and

WHEREAS, On October 13, 2020 via Resolution No. 69,580-N.S., City Council approved entering into Contract No. 42100054 with DHCS; and

WHEREAS, the Mental Health Division utilizes the Mental Health Services Act to fund a wide variety of mental health programs for residents of Berkeley. Funds from this revenue contract will be deposited in ERMA GL Code 315-51-503-520-0000-000-000-432390- for a total projected amount of \$26,035,194.

NOW THEREFORE, BE IT RESOLVED by the Council of the City of Berkeley that the City Manager or her designee is authorized to execute a contract and any amendments with the California Department of Health Care Services for the Mental Health Services Act, Lanterman-Petris-Short (LPS) Act which may be larger or smaller than the projected amount of \$26,035,194; and implement the following projects and appropriation of funding for related expenses: Projects for Assistance in Transition from Homelessness (PATH), Community Mental Health Services Block Grant (MHBG), and Crisis Counseling Assistance and Training Program (CCP) programs and county provision of community mental health services pursuant to the Bronzan-McCorquodale Act. Budget Codes (Revenue): 315-51-503-520-0000-000-000-432390; (Expenditure): 315-51-503-520-0000-000-451- various; A record signature copy of said contract and any amendments to be on file in the City Clerk Department.

