

# Mental Health Services Act (MHSA) FY2025 Community Program Planning Process Housing and Adult & Older Adult Systems of Care Round 1 Recommendations

**November 1, 2023, 1:00 PM – 3:00 PM**  
**353 W. Julian St, San Jose, CA 95110**  
**Pioneer & Mt Pleasant Training Rooms**



COUNTY OF SANTA CLARA  
**Behavioral Health Services**

Supporting Wellness and Recovery

MEETING AGENDA – November 1, 2023	TIME
<b>1. Welcome &amp; Background (Roshni Shah, MHS Manager/Coordinator)</b> <ul style="list-style-type: none"> <li>a. Introductions</li> <li>b. Welcoming Remarks &amp; Housekeeping</li> </ul>	1:00 PM- 1:05 PM
<b>2. Fiscal Update (Tina Cordero, Chief Fiscal Officer)</b> <ul style="list-style-type: none"> <li>a. Questions &amp; Answers</li> </ul>	1:05 – 1:30 PM
<b>3. System-Wide Preliminary Recommendations</b> <ul style="list-style-type: none"> <li>a. Adult/Older Adult System of Care (Margaret Obilor, Director of Adult/Older Adult System of Care)</li> <li>b. Housing System of Care (Soo Jung, Director of Housing System of Care)</li> </ul>	1:30 – 2:05 PM
<b>4. Break</b>	2:05 – 2:10 PM
<b>5. Breakout Sessions &amp; Discussions</b>	2:10 – 2:45 PM
<b>6. Closing Remarks &amp; Next Steps</b>	2:50 PM- 3:00 PM



Q/A sections are included in the schedule to provide an opportunity to ask questions and/or provide comment/input.



Give space, take space.

# Meeting Agreements

# Welcome & Background

## Introductions

## Housekeeping

- **Parking**
- **Access to Restrooms**
- **Safety Practices**

# Follow along with today's presentation!

<https://tinyurl.com/EventsCPP>



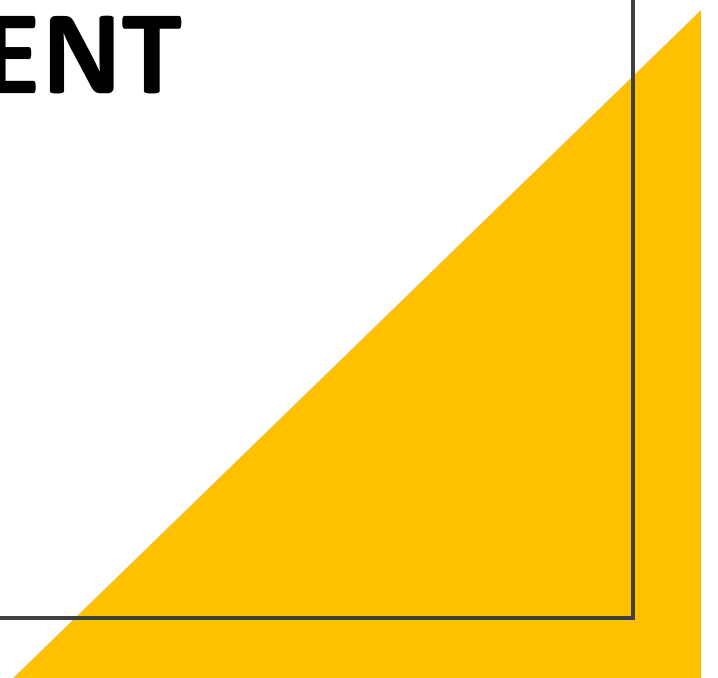


# **MHSA FISCAL UPDATES**



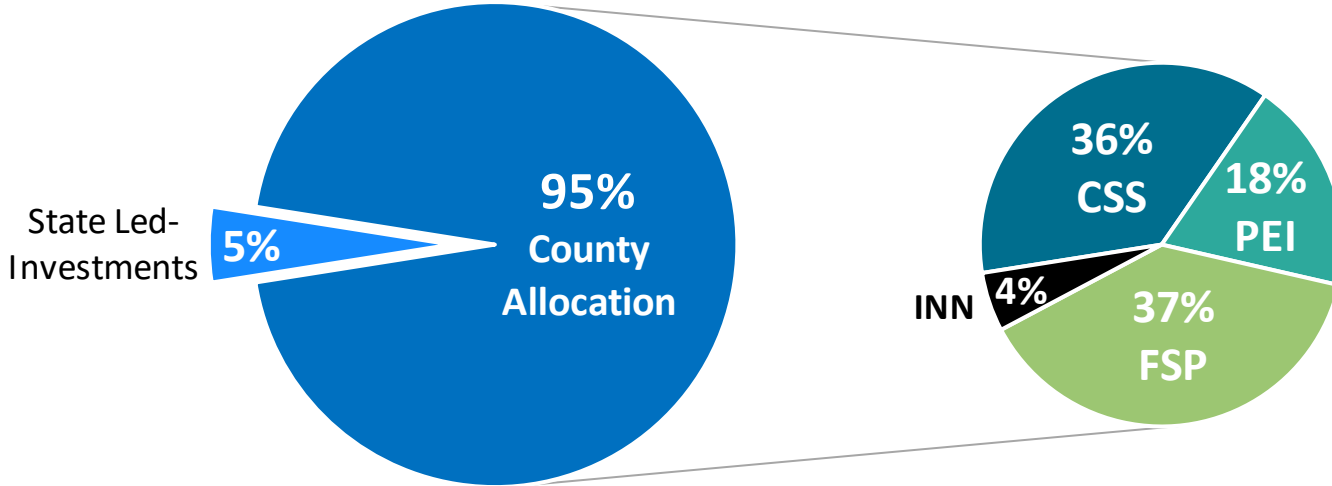
# **IMPACT OF PROPOSED BHSA MODERNIZATION ON SANTA CLARA COUNTY - AUGUST AMENDMENT**

**UPDATES FROM SEPT 2023 PRESENTATION**

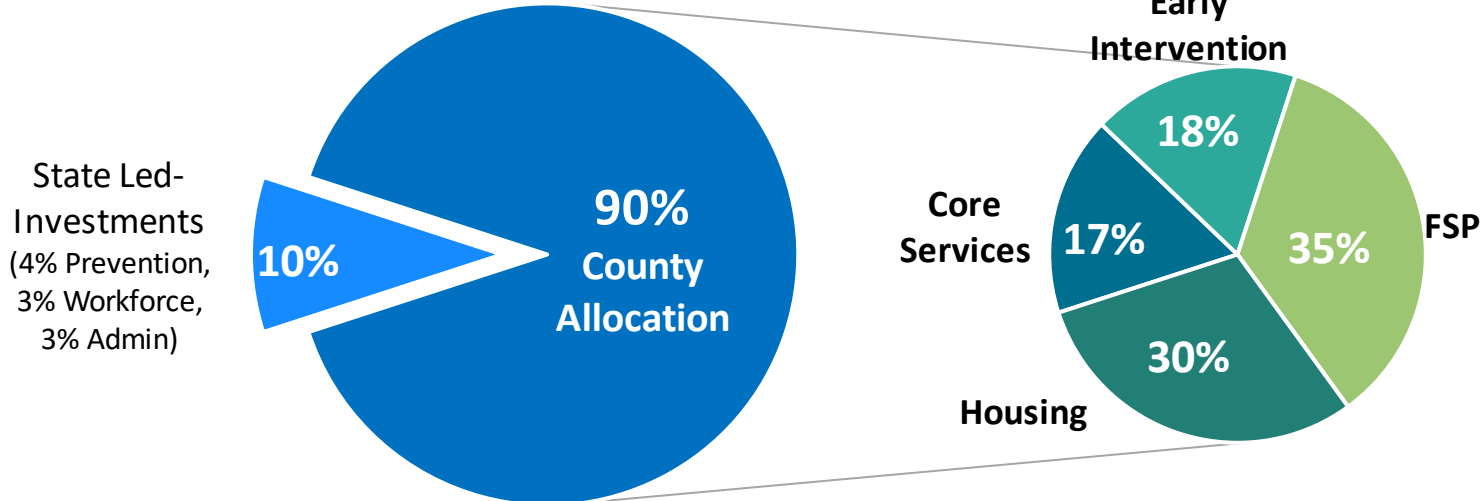


# MHSA COMPONENTS VS BHSA CATEGORIES FUNDING ALLOCATIONS

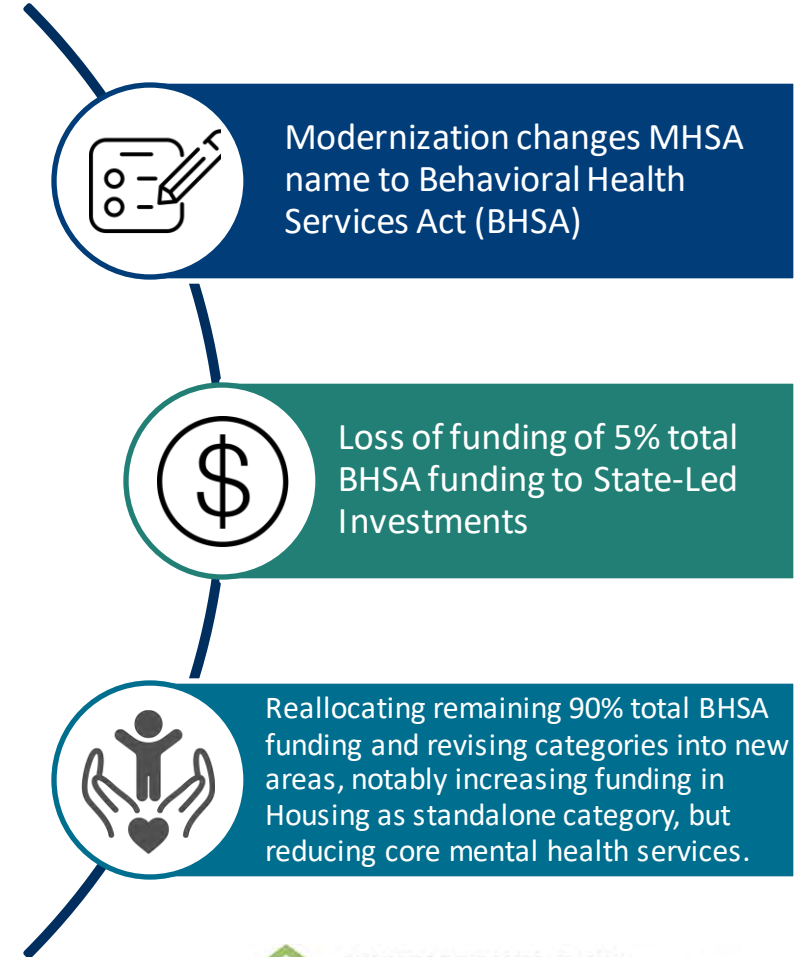
## Current MHSA Allocation



## August BHSA Proposed Allocation

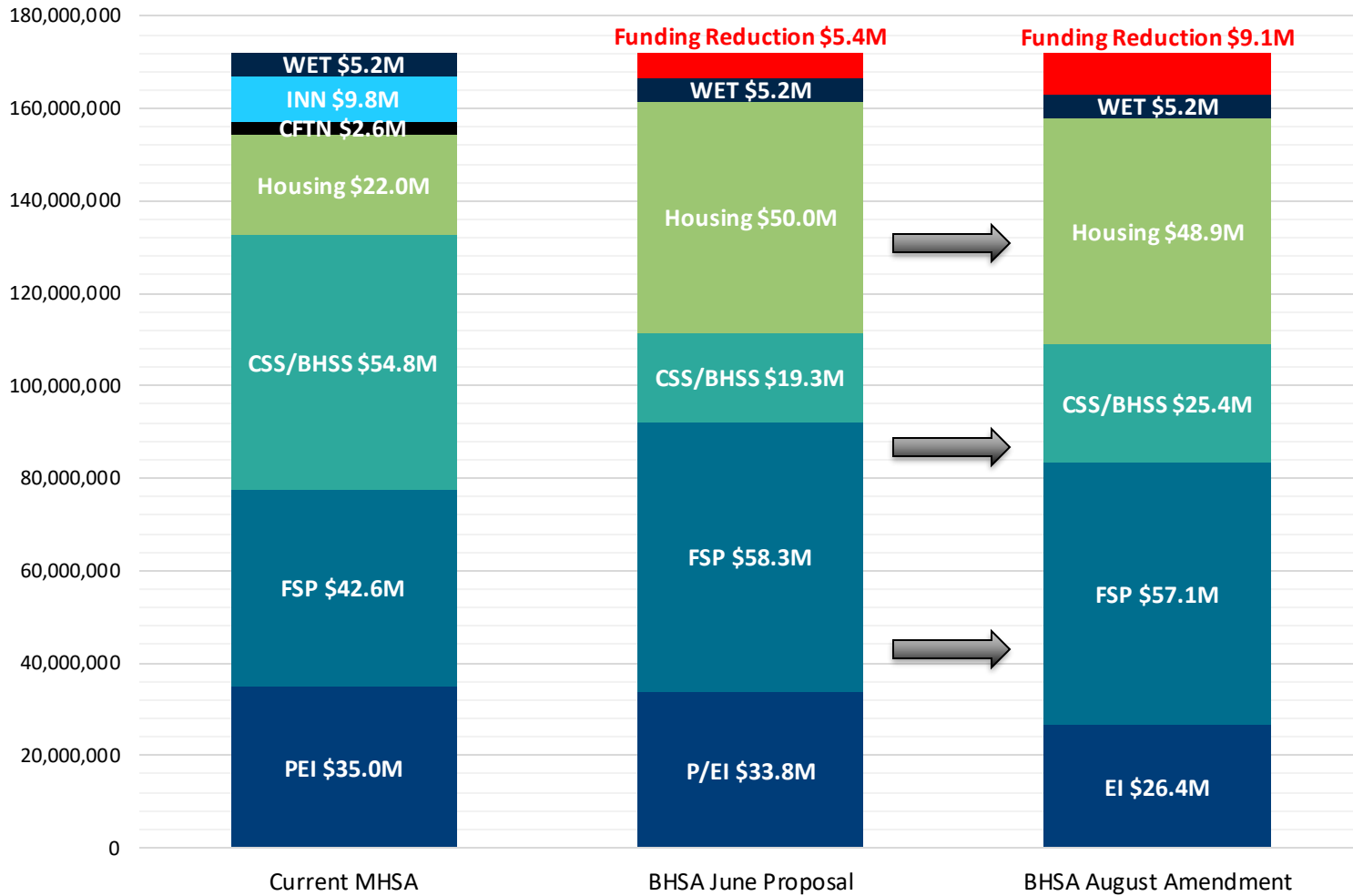


## Key Takeaways





# IMPACT BASED ON \$172.1M PLANNED EXPENDITURES



## Key Takeaways



Loss of 5% (\$9.1M) of total expenditure budget to state-led investments.



Loss of funding for core mental health outpatient, crisis, and recovery services by 54%.



Innovation and Capital Facilities and Technology Needs may be eliminated.



The BHS Proposal made in June was revised in August and may undergo further changes.

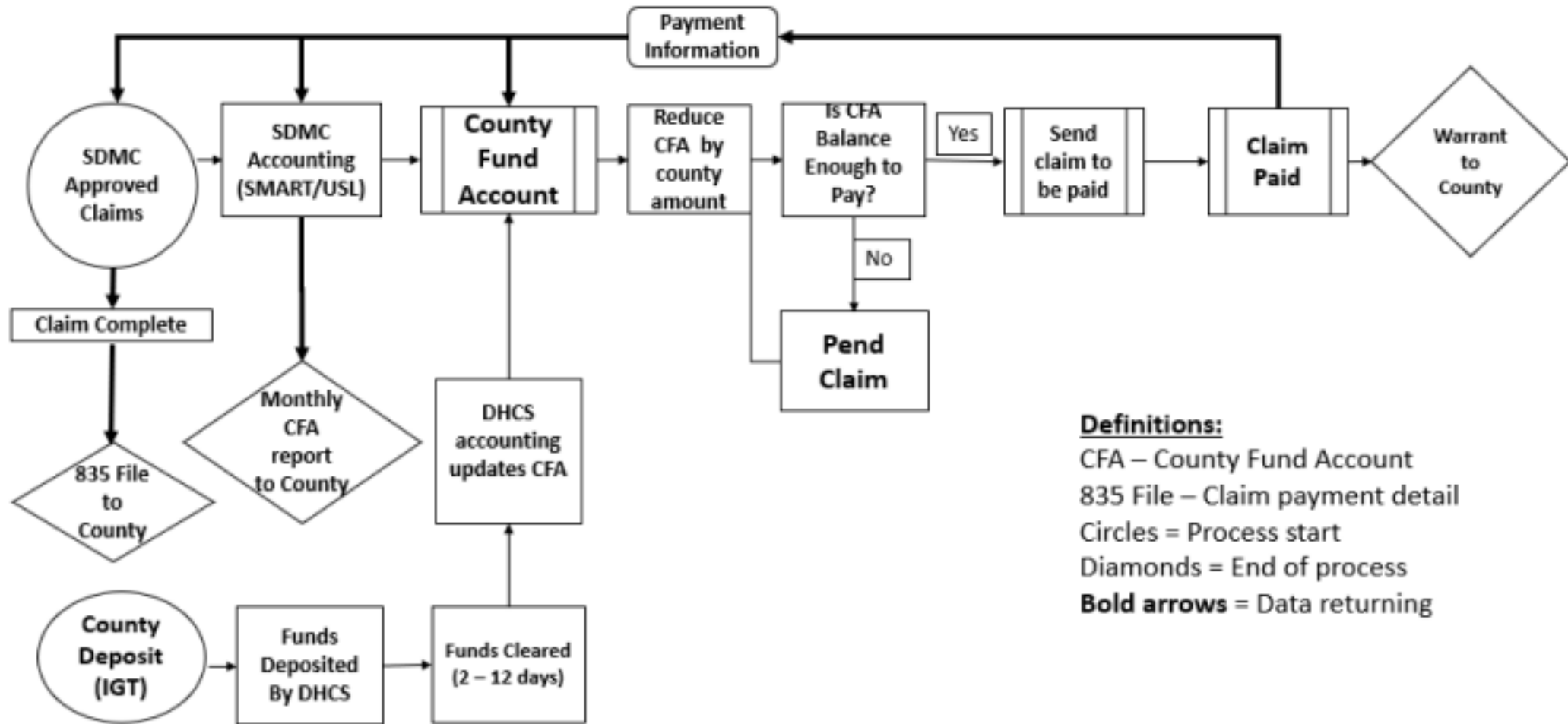
**Footnote:** Analysis does not reflect substance use disorders (SUD) requirements and loss of services due to Medi-Cal federal match (FFP)

# UNDERSTANDING INTERGOVERNMENTAL TRANSFERS (IGT)

## Intergovernmental Transfers (IGT) Process Flow

- DHCS will establish an account threshold for each county that will be equal to approximately three months of County Fund payments based on historical claims data
- When payments arrive from county sources that are for a specific county, the DHCS accounting team will add the funds to the CFA for that county to the SDMC accounting system.
- When SDMC approves claims and processes payments, the accounting systems will adjust the CFA balance by the county fund amount of the claims. The transaction that will impact the CFA balance will be at the payment/warrant level (the amount of county fund paid on a warrant).
- If claims are received that exceed a CFA balance, claims will not be paid until the CFA balance is sufficient to pay the county share

# IGT Process Flow




# MHSA Financial Projections



MHSA FINANCIAL PROJECTIONS						
	CSS	PEI	INN	WET	CFTN	TOTAL
<b>FY21-22</b>						
Unspent Balance from FY21 (DHCS)	31,271,662	21,383,165	29,303,400	0	3,704,382	85,662,610
Revenue Distribution from State	109,687,474	27,516,193	7,431,359	0	30,667	144,665,693
ARER to State	(98,396,912)	(20,068,047)	(5,134,399)	(2,539,221)	(2,801,123)	(128,939,702)
Transfer from CSS	(2,539,221)	0	0	2,539,221	0	0
Unspent Balance/(Deficit) at FY22 (DHCS)	40,023,003	28,831,313	31,600,360	0	933,927	101,388,602
<b>FY22-23</b>						
Unspent from FY22 (DHCS)	40,023,003	28,831,313	31,600,360	0	933,927	101,388,602
Revenue Distribution from State (SAP FY23)	72,544,883	18,563,198	5,449,446	0	6,810	96,564,336
Projected Expenditure (JEAP12)	(101,439,440)	(24,918,479)	(11,208,523)	(2,219,292)	(5,885,822)	(145,671,556)
Transfer from CSS	(7,171,187)	0	0	2,219,292	4,951,895	0
Unspent Balance/(Deficit) at FY23	3,957,259	22,476,031	25,841,283	0	6,810	52,281,382
<b>FY23-24</b>						
Unspent from FY23	3,957,259	22,476,031	25,841,283	0	6,810	52,281,382
Revenue Distribution from State	139,866,329	34,966,808	9,200,501	0	0	184,033,638
Projected Expenditure	(119,044,027)	(35,024,983)	(10,202,223)	(5,216,582)	(2,640,000)	(172,127,815)
Transfer from CSS	(7,856,582)	0	0	5,216,582	2,640,000	0
Unspent Balance/(Deficit) at FY24	16,922,978	22,417,856	24,839,561	0	6,810	64,187,205

**FY 2025 forecast pending updates on legislation**

<b>FY24-25</b>						
Unspent from FY24	16,922,978	22,417,856	24,839,561	0	6,810	64,187,205
Revenue Distribution from State	95,306,185	23,822,601	6,268,727	0	0	125,397,513
Projected Expenditure	(118,576,112)	(38,516,000)	(7,930,973)	(5,216,582)	(2,640,000)	(172,879,667)
Transfer from CSS	(7,856,582)	0	0	5,216,582	2,640,000	0
Unspent Balance/(Deficit) at FY25	(14,203,530)	7,724,457	23,177,315	0	6,810	16,705,051



# **SYSTEM-WIDE RECOMMENDATIONS & UPDATES**



# CONTINUING PROGRAM MODIFICATIONS

**These include program modifications that were approved in FY2024 and are being proposed to continue for FY 2025, subject to available funding.**

# SYSTEM OF CARE: ADULT/OLDER ADULT (A/OA)

## CONTINUING PROGRAM MODIFICATIONS

### FOR CONSIDERATION FOR MHSA FY 2025 ANNUAL PLAN UPDATE

PROGRAM NAME	MHSA COMPONENT	RECOMMENDED PROGRAM MODIFICATION	STATUS	FY 2025 NET FISCAL IMPACT
<b>CJS - Forensic Assertive Community Treatment</b>	CSS	FACT program expansion by increasing service capacity by 50 slots to include housing support flex funds, client support flex funds, unsponsored and outreach funding	Ongoing recommendation from FY 2024	712,525
<b>CJS – Forensic Assertive Community Treatment</b>	CSS	Funding to support clothing and personal needs to assist individuals releasing from a custodial setting into community treatment will assist in safeguarding their health and safety as they release into community	Ongoing recommendation from FY 2024	20,000
<b>Individual Placement Services (IPS)</b>	CSS	CCP with the addition of Individual Placement Services (IPS) to increase accessibility to vocational education, training and workforce development to beneficiaries.	Ongoing recommendation from FY 2024	996,135

## SYSTEM OF CARE: HOUSING

### CONTINUING PROGRAM MODIFICATIONS

#### FOR CONSIDERATION FOR MHSA FY 2025 ANNUAL PLAN UPDATE

PROGRAM NAME	MHSA COMPONENT	RECOMMENDED PROGRAM MODIFICATION	ONE-TIME OR ONGOING	FY 2025 NET FISCAL IMPACT
CSI / ACT	CSS	Combining new funding and reallocating funds from Housing and Flex for Assertive Community Treatment (ACT). This additional funding will appropriate funding needs for the existing clients and increase capacity by 60 to accommodate the transfer of clients from Pay For Success (PFS).	Ongoing	1,114,720
<b>Supported Housing Services: Homeless Engagement and Access Team (HEAT)</b>	CSS	Add 2.0 FTE for Abode's contracted homeless outreach team too increase services geographically and increase hours of service	Ongoing	300,000



# NEW PROPOSED RECOMMENDATIONS

**These include new program modifications that are being proposed for consideration for FY 2025, subject to available funding.**

# SYSTEM OF CARE: ADULT/OLDER ADULT (A/OA)

## NEW PROPOSED RECOMMENDATIONS

### PROGRAM MODIFICATIONS FOR CONSIDERATION FOR MHSA FY 2024 MID-YEAR & FY 2025 ANNUAL PLAN UPDATE

PROGRAM NAME	MHSA COMPONENT	RECOMMENDED PROGRAM MODIFICATION	REASON FOR PROGRAM MODIFICATION & IMPACT ON SERVICES	FY 2025 FISCAL IMPACT
<b>Momentum Adult Residential Treatment (ART) (431 N White Rd)</b>	CSS	Moving program to be ongoing instead of one time from FY23 onwards	Continue funds to ART program located at 431 N. White Road, San Jose, CA due to current increase in admissions and utilization for FY23. This is a 24- hour program that provide services for the SMI population 365 days a year. The goal of the program is to decompress the Emergency Psychiatric (EPS) and other inpatient psychiatric settings.	+\$4,437,732
<b>NEW Momentum Adult Residential Treatment (ART) (650 Bascom)</b>	CSS	Moving program to be ongoing instead of one time from FY23 onwards	The goal is to set aside funding to support: <ul style="list-style-type: none"> <li>• development (financing, construction, rehab, acquisition) of new temp shelter, temp treatment and permanent housing</li> <li>• support efforts around increasing all the new program/work plan/set aside for the Purchase &amp; renovation of Properties</li> <li>• to increase Residential Care Facilities (RCF), Temporary Shelters, Adult Residential Treatment (ART), Crisis Residential program and Master lease shared housing options in a phased approach since these projects require on going funding.</li> </ul>	+\$4,000,000
<b>TOTAL ART BUDGET FOR FY2025</b>				<b>\$12,229,108</b>

# SYSTEM OF CARE: HOUSING

## NEW PROPOSED RECOMMENDATIONS

### PROGRAM MODIFICATIONS FOR CONSIDERATION FOR MHSA FY 2025 ANNUAL PLAN UPDATE

PROGRAM NAME	MHSA COMPONENT	RECOMMENDED PROGRAM MODIFICATION & IMPACT ON SERVICES	FY 2025 NET FISCAL IMPACT
<b>Permanent Supportive Housing (PSH) request to move housing flex budget to 3rd party admin</b>	CSS	Reallocation \$3.9M ongoing in FY24 Mid-Year and \$7.3 ongoing in FY25 from FSP contracts Flex/Housing to support MHSA CSS PSH initiative	No Net Fiscal Impact FY24 mid-year reallocation: \$3,900,000 to PSH  FY25 reallocation: \$7,300,000 to PSH
<b>Sunsetting Independent Living Empowerment Program (ILEP)</b>	INN	Termination of ILEP implementation after it reaches its term as an Innovation project on 3/31/2024.  In alignment with the modernization of California Mental Health Services Act (MHSA), the Department is aiming to optimize the usage of existing housing programs to expand housing resources for individuals in intensive outpatient behavioral health services.	No Net Fiscal Impact  Innovation project will end on 3/31/2024
<b>Sunsetting Intimate Partner Violence Prevention Program</b>	PEI	Termination of the IPV contract at the end of the FY24, on 6/30/2024.  In alignment with the modernization of California MHSA, the Department is aiming to prioritize care and treatment for individuals with severe mental illness and substance use issues and optimize the usage of existing IPV programs and networking to reduce redundancy in programming.	TBD  Fiscal impact includes 1.0 FTE position shift to CSS and reduction in PEI contracts (\$450,000)

# UPDATES ON FY 2025 PROGRAM MODIFICATIONS

**These include program modifications that were originally proposed in the FY2024 – 2026 three-year plan but:**

- 1. are being proposed to not move forward in FY 2025; or**
- 2. are utilizing other funding sources (not MHSA) from FY 2025 onwards**

## SYSTEM OF CARE: ADULT/OLDER ADULT (A/OA)

### FY2025 PROGRAM MODIFICATIONS NOT MOVING FORWARD

#### MODIFICATIONS ORIGINALLY PROPOSED IN THE MHSA FY 2024-2026 THREE-YEAR PLAN

PROGRAM NAME	MHSA COMPONENT	RECOMMENDED PROGRAM MODIFICATION	ONE-TIME OR ONGOING	FY 2025 NET FISCAL IMPACT
<b>24 hour care unit-since program is re-structuring</b>	CSS	Add 1.0 FTE Rehabilitation Counselor to the community placement team to assist with care coordination efforts in order to transition clients from long term psychiatric facilities.	Ongoing	(\$147,113)
<b>Behavioral Health (BH) Urgent Care</b>	CSS	To support the implementation of the Peer Navigation program an additional 1.0 FTE added to cover the gaps in coverage. This will increase capacity for Same Day Access.	Ongoing	(\$177,527)
<b>Cultural Communities Wellness Program</b>	PEI	Add 1.0 FTE for the Cultural Communities Wellness Program to increase support for the Latino Community	Ongoing	(\$104,901)

## SYSTEM OF CARE: HOUSING

### UPDATES ON FY2025 PROGRAM MODIFICATIONS

#### ORIGINALLY PROPOSED IN THE FY2024-2026 THREE-YEAR PLAN

PROGRAM NAME	MHSA COMPONENT	RECOMMENDED PROGRAM MODIFICATION	ONE-TIME OR ONGOING	FY 2025 NET FISCAL IMPACT
<b>Cross Systems Initiatives (CSI)</b>	CSS	AOT Master Lease Housing Expansion – to serve additional fifty (50) clients	Ongoing*	(\$1,960,000)
<b>Supportive Services</b>	CSS	Supportive Services for No Place Like Home (NPLH) Supportive Housing units  Note: This program was proposed to utilize MHSA starting FY24, but the program continued utilizing a different funding source.	Ongoing	(\$2,893,000)

\*Note: The modification was originally proposed in the MHSA FY 2024-2026 three-year plan but will be utilizing other funding sources (not MHSA) from FY 2025 onwards.

A blurred background image of a modern meeting room. Several people are seated at tables, engaged in discussions. Large windows in the background let in bright light, creating a bokeh effect. The overall atmosphere is professional and collaborative.

***BREAKOUT DISCUSSIONS***



# MHSA FY 2025 ANNUAL PLAN UPDATE

## COMMUNITY PROGRAM PLANNING PROCESS TIMELINE



# Public/Stakeholder Meetings/Activities\*

To be Conducted Onsite/In-Person

MHSA FY2025 Annual Plan Update

November  
16, 2023

- **Round 1 Program Recommendations: Access & Unplanned, WET, CYF**
- *SSA Andrew Hill Training Room (353 W. Julian)*
- 1:00 PM- 3:00 PM


November  
29, 2023

- **Round 2 Program Recommendations: Access & Unplanned, WET, CYF**
- *SSA Auditorium (333 W. Julian St.)*
- 1:00 PM- 3:00 PM

December  
15, 2023

- **Round 2 Program Recommendations Housing + AOA**
- *SSA Auditorium (333 W. Julian St.)*
- 10:00 AM - 12:00 PM

\*Note: Additional planning /refinement meetings may be scheduled. Please stay connected for schedule info: <https://bhsd.sccgov.org/about-us/mental-health-services-act>.



PLEASE TAKE A  
MOMENT &  
PROVIDE YOUR  
FEEDBACK ON  
TODAY'S MEETING!

<https://tinyurl.com/MHSA2025>





# Thank you!

For any questions about MHSA and the FY2025  
MHSA Planning Process, please email  
[MHSA@hhs.sccgov.org](mailto:MHSA@hhs.sccgov.org).

