

Item 6 File 10-1199	Department(s): Department of Public Health (DPH)
EXECUTIVE SUMMARY	
<p style="text-align: center;">Legislative Objective</p> <ul style="list-style-type: none"> • Resolution authorizing the Department of Public Health to retroactively accept and expend \$7,685,055 in grant funds from the California Department of Rehabilitation to provide vocational rehabilitation services to persons with mental illness for the three-year period retroactive to July 1, 2010 through June 30, 2013. <p style="text-align: center;">Key Points</p> <ul style="list-style-type: none"> • The Department of Public Health provides vocational rehabilitation services to persons with mental illness directly through DPH programs as well as through existing agreements with non-profit organizations. DPH has previously funded such services through a combination of (a) General Fund monies and (b) grant funds from the California Department of Rehabilitation. • The proposed resolution would authorize the acceptance and expenditure of State grant funds totaling \$7,685,055 to continue such vocational rehabilitation services for the three year period retroactive to July 1, 2010 through June 30, 2013. The subject grant also requires a General Fund contribution of \$1,479,945, and additional State Mental Health Services Act (MHSA or Proposition 63) funds of \$600,000. <p style="text-align: center;">Fiscal Impacts</p> <ul style="list-style-type: none"> • The proposed California Department of Rehabilitation grant requires a contribution of \$1,479,945 in General Fund monies, or \$493,315 per year for the three year period. \$493,315 for FY 2010-2011 was previously appropriated by the Board of Supervisors in DPH's FY 2010-2011 budget. The remaining appropriations of \$493,315 for each of the next two fiscal years would be subject to future Board of Supervisors approval. In addition, the required State MHSA funds of \$600,000 have been previously approved by the Board of Supervisors. <p style="text-align: center;">Recommendation</p> <ul style="list-style-type: none"> • Approve the proposed resolution. 	

MANDATE STATEMENT AND BACKGROUND

Mandate Statement

According to Section 1.170-1 of the City's Administrative Code, the acceptance and expenditure of Federal, State, or other grant funds is subject to approval by resolution of the Board of Supervisors.

Background

The Department of Public Health provides vocational rehabilitation services to persons with psychiatric or physical impairments directly through DPH programs as well as through existing agreements between the DPH and three non-profits including (a) Community Vocational Enterprises, (b) Richmond Area Multi-Services, and (c) UCSF Department of Psychiatry (Citywide Case Management Forensics).

DPH has previously funded such services through a combination of (a) General Fund monies and (b) grant funds from the California Department of Rehabilitation.

According to Mr. Rudy Aguilar, Contract Manager at DPH, the California Department of Rehabilitation has provided DPH with grant funds to provide such vocational rehabilitation services since 1992.

Competitive Process

On July 31, 2009, DPH issued a Request for Proposal (RFP) for mental health vocational rehabilitation services to persons with psychiatric or physical impairments. A total of seven proposals were received from six organizations. As shown in Table 1 below, three organizations among the top four highest scores, (1) Richmond Area Multi-Services, (2) UCSF Department of Psychiatry (Citywide Case Management Forensics), and (3) Community Vocational Enterprises, were selected to provide mental health vocational rehabilitation services from July 1, 2010 through June 30, 2013.

Table 1: Summary of Request for Proposal Scores

Organization	Score
Richmond Area Multi-Services	87.00
UCSF Department of Psychiatry (Citywide Case Management Forensics)	87.00
UCSF Center on Deafness ¹	85.00
Community Vocational Enterprises	81.20
The Volunteer Center	68.80
Baker Places Inc.	54/00
Dreamcatchers Empowerment Network	43.60

Source: DPH

¹ According to Mr. Aguilar, although the University of California, San Francisco (UCSF) submitted two proposals, both with higher scores than Community Vocational Enterprises, DPH decided to award only one contract to UCSF.

DETAILS OF PROPOSED LEGISLATION

The proposed resolution would authorize the acceptance and expenditures of \$7,685,055 in State grant funds from the California Department of Rehabilitation to continue DPH's mental health vocational rehabilitation services for a three year period retroactive from July 1, 2010 through June 30, 2013. Mr. Aguilar advises that the three nonprofits (see Table 1 above), (1) Richmond Area Multi-Services, (2) UCSF Department of Psychiatry (Citywide Case Management Forensics), and (3) Community Vocational Enterprises were selected through a competitive selection process and have been providing such mental health vocational rehabilitation services from July 1, 2010 to the present, without receiving any funding.

As shown in Table 2 below, over three fiscal years, FY 2010-11 retroactive to July 1, 2010, FY 2011-12 and FY 2012-13, DPH anticipates expending \$9,765,000 on vocational rehabilitation services including (a) \$7,685,055 from the requested subject grant funds (b) \$1,479,945 in General Fund contributions which are required under the subject grant terms, and (c) \$600,000 of State Mental Health Services Act (MHSA or Proposition 63) funds².

Table 2: Three Year Budget for Vocational Rehabilitation Services

Sources of Funds		
California Department of Rehabilitation grant funds (subject of this request)		\$7,685,055
Matching Requirement		
General Fund Monies at \$493,315 per year for three years	\$1,479,945	
MHSA State Grants	600,000	
Subtotal Matching Requirement		2,079,945
Total Sources		\$9,765,000
Uses of Funds		
DPH Costs		
DPH Rehabilitation Counselor ³		1,241,742
DPH Case Expenditures ⁴		2,235,723
DPH Subtotal		\$3,477,465
Non-Profit Costs		
Community Vocational Enterprises		2,583,513
Richmond Area Multi-Services		3,063,354
UCSF Department of Psychiatry (Citywide Case Management Forensics)		640,668
Non Profit Subtotal		\$6,287,535
Total Uses		\$9,765,000

² In November 2004, California voters approved Proposition 63, the Mental Health Services Act, to provide increased funding, personnel and other resources to support county mental health programs and monitor progress toward statewide goals for children, youth, adults, older adults and families.

³ According to Mr. Aguilar, \$1,241,742 includes \$413,914 for the annual salary of 3.75 FTEs (\$110,377 for 1.0 FTE) Rehabilitation Counselors. Mr. Aguilar advises that these Rehabilitation Counselors are State Department of Rehabilitation employees assigned to the contract.

⁴ DPH case expenditures include tools, clothing, and other work materials which may be necessary to assist in job placement.

According to Mr. Aguilar, the services provided by the three non-profit organizations, (1) Community Vocational Enterprises, (2) Richmond Area Multi-Services, and (3) UCSF Department of Psychiatry (Citywide Case Management Forensics), shown in Table 2 above include (a) situational assessment services that allow clients to visit workplaces and perform limited work on a trial basis, (b) vocational assessments using interviews and questionnaires to assess employment opportunities which best fit the clients skills and capabilities, (c) employment placement services, and (d) occupational training such as typing.

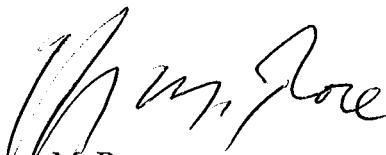
FISCAL IMPACTS

The subject requested \$7,685,055 in California Department of Rehabilitation grant funds to continue DPH's mental health vocational rehabilitation services over three years, retroactive to July 1, 2010 through June 30, 2013, does not include a \$2,079,945 total matching requirement. As shown in Table 2 above, this matching requirement would be funded with \$1,479,945 in City General Fund monies and \$600,000 in State Mental Health Services Act (MHSA) Grant funds. As shown in Table 2 above, the requested California Department of Rehabilitation grant requires a total contribution of \$493,315 in General Fund monies for each year, or a total of \$1,479,945 over a three year period (retroactive to July 1, 2010) from FY 2010-2011 through FY 2012-2013. The State is providing \$600,000 in MHSA grant funds, which have been previously approved by the Board of Supervisors.

According to Mr. Aguilar, \$493,315 in General Fund monies for FY 2010-2011 was previously appropriated by the Board of Supervisors in DPH's FY 2010-2011 budget. The subsequent two fiscal year appropriations of \$493,315 each year, for a total General Fund match of \$1,479,945, would be subject to future Board of Supervisors approval.

RECOMMENDATION

Approve the proposed resolution.



Harvey M. Rose

cc: Supervisor Avalos
Supervisor Mirkarimi
Supervisor Elsbernd
President Chiu
Supervisor Alioto-Pier
Supervisor Campos
Supervisor Chu
Supervisor Daly
Supervisor Dufty
Supervisor Mar
Supervisor Maxwell
Clerk of the Board
Cheryl Adams
Controller
Greg Wagner