File No191148	Committee Item No <del></del>
	Board Item No.

# **COMMITTEE/BOARD OF SUPERVISORS**

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[Administrative Code - Mental Health SF]

Ordinance amending the Administrative Code to establish Mental Health SF, a mental health program designed to provide access to mental health services, substance use treatment, and psychiatric medications to all adult residents of San Francisco with mental illness and/or substance use disorders who are homeless, uninsured, or enrolled in Medi-Cal or Healthy San Francisco; to establish an Office of Private Health Insurance Accountability to advocate on behalf of privately insured individuals not receiving timely and appropriate mental health care under their private health insurance; to provide that Mental Health SF shall not become operative until either the City's budget has exceeded the prior year's budget by 13%, or the voters have approved a tax that will sufficiently finance the program, or the Board of Supervisors has approved the appropriation of general funds to finance the program; and to establish the Mental Health SF Implementation Working Group to advise the Mental Health Board, the Department of Public Health, the Health Commission, the San Francisco Health Authority, and the Board of Supervisors on the design and implementation of Mental Health SF.

NOTE: Unchanged Code text and uncodified text are in plain Arial font.

Additions to Codes are in single-underline italics Times New Roman font.

Deletions to Codes are in strikethrough italics Times New Roman font.

Board amendment additions are in double-underlined Arial font.

Board amendment deletions are in strikethrough Arial font.

Asterisks (\* \* \* \*) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. Chapter 15 of the Administrative Code is hereby amended by adding Section 15.104, to read as follows:

#### SEC. 15.104. MENTAL HEALTH SF.

#### (a) Findings.

- (1) The mission of the Department of Public Health (the "Department") is to protect and promote health and wellbeing for all in San Francisco. The Department operates a health care delivery system called the San Francisco Health Network ("SFHN"). SFHN's mission and mandate is to provide quality health care services to Medi-Cal beneficiaries and low-income, uninsured City residents.
- (2) The Department's Behavioral Health Services ("BHS") is the largest provider of behavioral health (mental health and substance use) services, including prevention, early intervention, and treatment services, in the City. The annual budget of the BHS system of care as of Fiscal Year 2019-2020 was approximately \$400 million. BHS serves approximately 30,000 individuals with serious mental illness and/or substance use disorders in its clinical care delivery system each year. Yet, San Francisco's behavioral health system has not adequately addressed San Francisco's mental health and substance use crisis.
- (3) According to the City's Point-in-Time Count conducted in January 2019, there are about 8,000 people experiencing homelessness in San Francisco on any given night. But over the course of an entire year, many more people experience homelessness. According to the Department's records, in Fiscal Year 2018-2019, the Department and/or the Department of Homelessness and Supportive Housing ("HSH") served about 18,000 people experiencing homelessness. Of those 18,000 people, 4,000 have a history of both mental health and substance use disorders.
- (4) These 4,000 people are in critical need of help, as evidenced by their high use of urgent and emergency psychiatric services. They have the highest level of service needs and

vulnerability, and require specialized solutions in order to reach stability and wellness. The
Department and HSH agree that people experiencing homelessness with both mental health and
substance use disorders are the most vulnerable members of our community and require immediate
attention and care coordination.

- (5) African-Americans make up just 5% of the City's population, but 35% of the nearly 4,000 people experiencing homelessness, mental illness, and substance use disorders.

  Investments should be targeted to better serve populations not well-served by the existing system, and equity must be an organizing principle of any behavioral health initiative.
- (6) While, as of 2019, the City is home to 24,500 individuals who use injection drugs, as of 2019 the City has only 335 drug treatment spaces available, of which only 68 spaces are qualified to treat people who have both mental illness and a substance use condition.
- (7) The inability to receive timely treatment has discouraged many people from accessing the services they need. Wait times for services are a major barrier to treatment, but the Department's BHS program as of 2019 lacks a systematic way to track the availability of spots in treatment programs in real time.
- (8) Individuals who are released from an involuntary detention for evaluation and treatment, also known as a "5150 hold," often face wait times when seeking housing options. For example, as of 2019, some residential care facilities have wait lists of up to seven months, and individuals remain in jail or locked facilities without justification other than the lack of an available, suitable alternative.
- (9) As of 2019, an estimated 31,000 people in San Francisco lack health insurance.

  San Francisco's behavioral health system has not been able to adequately address the challenges faced by uninsured people who need mental health or substance use services. This is consistent with the findings in a national study, in which 47% of respondents with a mood disorder, anxiety, or substance use condition who said they needed mental health care, cited cost or not having health insurance as a

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23 24 25 reason why they did not receive that care. The failure to adequately serve this population in San Francisco is apparent in the number of people unhoused on the streets in obvious need of mental health and substance use treatment. The Department's Coordinated Case Management System data from 2016-2018 reveal that 11% of people experiencing homelessness who die in San Francisco never used City health or social services.

- (10) Individuals with serious behavioral health needs are disproportionately represented in the criminal legal system. Researchers have concluded that custodial settings exacerbate behavioral health conditions and that the absence of sufficient and appropriate services for this population makes them far more likely to re-offend upon release.
- (11) Under federal law, most inmates lose eligibility for Medi-Cal benefits while in jail. Upon release from custody, because insufficient efforts are made to line up benefits pre-release, inmates' Med-Cal benefits continue to be suspended until they re-enroll or the county enrolls them. The gap in benefits is one reason why some people who are released from jail are left to wander the streets with no treatment plan or coordinated care.
- (12) Individuals who are criminal system-involved are deprioritized by service providers. According to the Workgroup to Re-envision the Jail, which was formed at the urging of the Board of Supervisors to plan for the permanent closure of County Jail Nos. 3 and 4, criminal systeminvolved individuals awaiting service placement in the San Francisco County Jail have had to wait five times longer than non-criminal system-involved individuals. As a result, offenders often choose to plead guilty so that they may serve a short sentence and seek access to services upon their release, instead of contesting the charges and going without services while in jail. But releasing the criminal system-involved population with unmet behavioral health needs makes them far more prone to reoffend upon release.
- (13) A 2018 audit of BHS conducted by the San Francisco Budget and Legislative Analyst ("2018 BHS Audit") found that under the then-current system, which was still operative in

2019, BHS does not systematically track waitlist information for mental health and substance use services. Waitlists, when they are maintained, are generally kept by the individual service providers and not aggregated or evaluated by BHS. Because BHS does not compile and track waitlist data in a format that allows for analysis of point-in-time capacity or historical trends, there is limited information about BHS capacity across all mental health and substance use services.

- (14) The 2018 BHS Audit concluded that an effective mental health services system must develop protocols to transition long-term intensive case management clients to lower levels of care; create better tools to monitor intensive case management waitlists; and ensure that all intensive case management programs regularly report waitlist, wait time, and staff vacancy data.
- (15) To stop the cycle of people going from residential treatment programs back to the street, the City must create additional long-term housing options, including cooperative living opportunities and permanent supportive housing for people living with mental illness and/or substance use. Studies have shown that providing patients with long-term housing options dramatically reduces substance use relapse and supports patients through continued recovery.
- (16) To remedy many of the problems discussed above, Mental Health SF is intended to create a seamless system of care where no one will fall through the cracks.

# (b) Establishment and Operation of Mental Health, SF.

- (1) The City hereby establishes Mental Health SF, a comprehensive reform of the City's mental health system. Mental Health SF is designed to provide universal access to treatment for mental illness and substance use disorders, and to provide affordable access to psychiatric medications.
- (2) Subject to the budgetary and fiscal provisions of the Charter, and any limitations established by this Section 15.104, Mental Health SF shall provide services and medications, as clinically indicated, to every San Francisco Resident aged 18 years old and over who is experiencing homelessness, is uninsured, or is enrolled in Medi-Cal or Healthy San Francisco or awaiting

enrollment in Medi-Cal following release from the County Jail, and who is determined by a licensed healthcare professional to present symptoms of serious mental illness and/or substance use disorder, as defined by the most recent version of the American Psychiatric Association Diagnostic and Statistical Manual (DSM). For purposes of this Section 15.104, "Resident" shall have the meaning set forth in Section 95.2 of the Administrative Code, as may be amended from time to time.

- (3) Mental Health SF shall be operated by the Department under the oversight of the Health Commission, and in consultation with the San Francisco Health Authority. The Director of Mental Health SF shall report to the Director of Health. Where clinically appropriate, Mental Health SF services may be provided by the Department's BHS.
- (4) The Director of Health or the Director's designee may adopt rules, regulations, and guidelines to carry out the provisions and purposes of this Section 15.104.

#### (c) Populations Served.

- (1) Persons Experiencing Homelessness. The primary focus of Mental Health SF is to help people with serious mental illness and/or substance use disorders who are experiencing homelessness get off of the street and into treatment. Persons who are experiencing homelessness and who are diagnosed with a serious mental illness and/or a substance use disorder shall have low-barrier, expedited access to treatment and prioritized access to all services provided by Mental Health SF.
- (2) Uninsured Persons. Because untreated mental illness and substance use disorders can lead to psychiatric or other medical emergencies as well as homelessness, Mental Health SF shall serve all persons who lack health insurance and who require treatment for a serious mental illness and/or substance use disorder.
- (3) Persons Enrolled in Healthy San Francisco. Persons enrolled in Healthy San Francisco shall have access to mental health and substance use treatment through Mental Health SF.

(4) Persons Enrolled in Medi-Cal with Serious Mental Illness. Persons who are
enrolled in a Medi-Cal managed care plan and receive mental health services or substance use services
from the Department's Community Behavioral Health Services under California's Medi-Cal Specialty
Mental Health Services Waiver shall be served by Mental Health SF.

- (5) Individuals upon Release from the County Jail. Persons who are released from the County Jail, prior to their enrollment by the City in Medi-Cal, shall be served by Mental Health SF.
  - (d) Recovery of Costs.

To leverage funding for Mental Health SF and reimburse the Department for the costs of providing care, the Department shall:

- (1) Help eligible participants enroll in existing state and federal health insurance and public benefit programs; and
- (2) Track and document the delivery of services by the City to individuals with private health insurance who are provided with emergency crisis-level care, and seek recovery of costs borne by the City in providing such services.

#### (e) Fees.

- (1) Persons who lack health insurance and reside in a household with a household income of less than 500% of the Federal Poverty Level may be asked to pay an upfront fee for the mental health services and medications provided through Mental Health SF, based on a sliding scale fee structure set by the Director of Health, and as determined by a verbal confirmation of income and other financial factors.
- (2) Persons who lack health insurance and reside in a household with a household income at or above 500% of the Federal Poverty Level shall pay a fee for services based on a sliding scale fee structure set by the Director of Health.
  - (3) No person shall be denied services due to the inability to pay fees.

# (f) Governing Principles.

The following eleven principles shall govern the design and implementation of Mental Health SF.

- (1) Prioritization of Mental Health Services for People in Crisis or Experiencing

  Homelessness. Mental Health SF shall prioritize serving individuals in crisis, particularly those individuals who are experiencing homelessness.
- (2) Low Barriers to Services. Mental Health SF's top priority shall be to provide timely and easy access to mental health services and substance use treatment to any eligible San Francisco Resident who needs such services, regardless of treatment history or involvement in the justice system. Mental Health SF shall work to identify and remove barriers to services and treatment, including but not limited to, unnecessary paperwork, excessive referrals, over-reliance on appointments, unnecessary rules and regulations, and bureaucratic obstacles to care that are not required to comply with governing law or best medical practices.
- (3) Customer-Focused Services. Mental Health SF shall provide professional, friendly, nonjudgmental services, and shall treat all patients with dignity and respect. Mental Health SF shall empower patients to make informed treatment decisions by providing them with timely and thoroughly explained medical information and care options. The Mental Health Service Center referenced in subsection (g)(1) shall strive to meet the City's customer service standards set forth by the Controller.
- (4) Harm Reduction. Mental Health SF shall be required to respect the rights of people who engage in illegal, self-harming, or stigmatized behaviors, and shall work with patients to minimize the physical, social, emotional, and economic harms associated with these behaviors, rather than ignoring these harms or condemning the behavior causing or associated with these harms.

  Mental Health SF shall treat all patients with dignity and compassion, and shall provide care without judgment, coercion, discrimination, or a requirement that clients stop engaging in self-harming behaviors as a precondition to receiving care.

(5) Treatment on Demand. The Department, through its operation of Mental

Health SF, shall comply with the Treatment on Demand Act (Administrative Code Chapter 19A, Article

III) by maintaining an adequate level of free and low-cost medical substance use services and

residential treatment slots, commensurate with the demand for such services. Mental Health SF shall

also maintain an adequate level of mental health services, commensurate with the demand for such

services.

- (6) Involuntary Treatment and Conservatorships. Mental Health SF shall use a wide array of compassionate and flexible treatment options to engage vulnerable individuals who are averse to accepting appropriate voluntary treatment. In cases where an individual demonstrates a persistent inability or unwillingness to engage in clinical intervention and after a good faith effort has been made to connect such an individual with voluntary treatment, Mental Health SF shall utilize existing involuntary treatment options such as 5150 holds, conservatorship, and locked wards, where clinically appropriate, in compliance with state and local law and contingent upon availability of appropriate treatment programs.
- (7) Integrated Services. Mental Health SF shall seek to provide full integration of mental health and substance use services to ensure that patients experience treatment as one seamless and completely coordinated system of care, organized around their individual needs. Nevertheless, Mental Health SF shall not require that patients participate in substance use or mental health treatment as a condition of accessing other medical services.
- (8) Coordinated Communication. Mental Health SF shall facilitate communication between the network of programs offered by the City to ensure patient-centered coordination of care, maximum efficiency, and strong communication concerning an individual's care. It shall coordinate with a patient's chosen caregivers and facilitate the sharing of information between them, to the extent authorized by law.

(9) Culturally Competent Services. Mental Health SF shall develop culturally-
competent services that are tailored to populations that are disproportionately affected by
homelessness and that experience health disparities in comparison to City residents as a whole.
Mental Health SF shall provide equitable and respectful care and services that are responsive to
diverse cultural beliefs and practices about health, mental health, and substance use. Mental Health
SF shall comply with the San Francisco Language Access Ordinance (Administrative Code Chapter 91)
by providing information and services to the public in each language spoken by a substantial number of
limited English proficient persons, as defined in Section 91.2 of the Administrative Code.

- (10) Data- and Research-Driven. Mental Health SF shall be driven by evidence-based best practices, data, research, and a comprehensive needs assessment.
- (11) Housing. Sound mental health requires more than medical services. Housing is as important as health care and treatment services. For many people, recovery is not possible on the street. People with behavioral health disorders need permanent supportive housing to recover and maintain their health. In collaboration with the Department, HSH shall prioritize Mental Health SF clients who are experiencing both homelessness and a serious mental illness or substances disorder for wraparound services and appropriate housing.

#### (g) Key Components.

There are five key components of Mental Health SF:

- (1) PART ONE: Establishment of the Mental Health Service Center. Mental

  Health SF shall operate a Mental Health Service Center that shall serve as a centralized access point

  for patients who seek access to mental health and/or substance use treatment, psychiatric medications,

  and subsequent referral to longer-term care. The Mental Health Service Center shall be opened within

  two years of the operative date of this Section 15.104.
- (A) Physical Building. The Mental Health Service Center shall be located in a building or buildings that are owned or leased by the City, and accessible by public transportation.

<u>It shall provide ser</u>	<u>rvices 24 hours a day, 7 days</u>	a week, and shall be	accessible to persons with
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disabilities, in com	ipliance with the American w	vith Disabilities Act (4	42 U.S.C. §§ 12101 et seg.).

(B) Staffing. The Mental Health Service Center shall be operated by the Department, shall be staffed by City employees and, subject to the civil service provisions of the Charter, by employees of academic institutions with whom the Department may enter into agreements for the provision of medical services. The Mental Health Service Center shall be adequately staffed to ensure that wait times for services are not excessive during peak hours or otherwise. The Mental Health Service Center shall ensure that the following staff shall be available at all times: staff who can diagnose mental health and substance use disorders and staff who can prescribe medications. Staff whose responsibility it is to fulfill prescriptions shall be available to meet patient demand. If security services are required at sites operated by the Department, the Sheriff shall provide such services.

(C) Services. The Mental Health Service Center shall provide the following services on-site to patients. If the Mental Health Service Center is located in multiple buildings, the following services may be offered from any location that is designated as part of the Mental Health Service Center, and are not required to be provided at every such location.

(i) Assessment of Immediate Need. Upon a patient's arrival at the Mental Health Service Center, a licensed healthcare professional shall assess a patient's need for immediate medical treatment to determine whether care should be provided at the Mental Health Service Center, the Emergency Room at Zuckerberg San Francisco General Hospital ("General Hospital"), the Psychiatric Emergency Services ("PES") unit of General Hospital, or other appropriate facilities.

# (ii) Psychiatric Assessment, Diagnosis, Case Management, and

Treatment. The Mental Health Service Center shall provide patients with on-site consultations with a licensed healthcare professional. Where clinically indicated and appropriate, the healthcare professional who conducts the consultation shall provide diagnoses and/or refer patients to an on-site

licensed healthcare professional for evaluation for medications and/or treatment. Where clinically indicated and appropriate, the licensed healthcare professional who conducts the evaluation shall create a treatment plan, prescribe medications, assign patients to an appropriate level of case management, and/or refer patients who require ongoing care management to a BHS program offering the appropriate level of care.

(iii) Pharmacy Services. There shall be a pharmacy on the premises
of the Mental Health Service Center. The pharmacy shall stock medications used to treat mental health
and substance use conditions, and shall ensure that such medications are not cost-prohibitive to
patients. The pharmacy shall be open seven days a week, including evenings.

(iv) Mental Health Urgent Care. Mental Health SF shall include a

Mental Health Urgent Care Unit that shall offer clinical intervention for individuals who are

experiencing escalating psychiatric crisis and who require rapid engagement, assessment, and
intervention to prevent further deterioration into an acute crisis or hospitalization. Such facility may,
but shall not be required to be, located at the Mental Health Service Center.

(v) Transportation. Mental Health SF shall provide prompt, accompanied transportation from the Mental Health Service Center to off-site treatment programs.

Mental Health SF shall also provide transportation to individuals released from San Francisco County

Jail and General Hospital's PES unit to the Mental Health Service Center.

one Drug Sobering Center that shall offer clinical support and beds at a clinically appropriate level of care for individuals who are experiencing psychosis due to drug use. The Drug Sobering Center shall coordinate with the Mental Health Service Center to provide clinically trained psychiatric services for patients with dual mental health and drug use diagnoses.

(2) PART TWO: Establishment of the Office of Coordinated Care. The

Department shall operate an Office of Coordinated Care to oversee the seamless delivery of mental

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health care and substance use services across the City's behavioral health systems, and to ensure that

Mental Health SF is accountable and proactive in how it delivers care. The Office of Coordinated

Care shall seek to ensure that services are provided to Mental Health SF participants in the most

efficient and cost-effective way and shall minimize unnecessary bureaucracy. The Office of

Coordinated Care shall be staffed by City employees. The Office of Coordinated Care shall perform

the following functions:

(A) Real-time Inventory of Program and Service Availability. The Office of Coordinated Care shall be responsible for conducting and maintaining an up-to-date inventory of available openings in all City-operated and City-funded mental health and substance use programs, and to the extent that data is practically available, in private, state, and federal facilities that offer mental health and substance use programs.

(B) Case Management and Navigation Services to Ensure a Continuum of Care. Every patient who receives care from Mental Health SF shall have a treatment plan. The Office of Coordinated Care shall ensure that a case manager is assigned to patients who require case management services. Case managers will proactively work with patients to follow their treatment plan. There shall be three classifications of case managers.

(i) Case Managers shall provide ongoing assistance to patients who need help complying with their treatment plans. Case Managers shall provide assistance to patients at low-to-moderate levels of acuity who may need supervision or assistance to follow their treatment plans.

(ii) Intensive Case Managers shall provide ongoing assistance to patients with acute and chronic mental health or substance use disorders who require additional support to remain engaged in treatment. Specific populations of patients who shall be served by Intensive Case Managers include: individuals who are homeless with serious mental illness and/or substance use disorders, high users of medical or psychiatric emergency services, and individuals

involved with the criminal legal system. The ratio of Intensive Case Managers to patients shall be set with due consideration given to the recommendations of the Mental Health SF Implementation Working Group ("Implementation Working Group") established in Article XLIV of Chapter 5 of the Administrative Code, and shall be significantly lower than the patient-to-staff ratio of Case Managers.

(iii) Critical Care Managers shall provide ongoing assistance to individuals with acute and/or chronic mental health and/or substance use disorders who have previously refused engagement in services or treatment for such disorders. For patients with treatment plans, Critical Case Managers shall locate patients who are no longer accessing the services delineated in their treatment plans and reconnect those patients to the continuum of care, as appropriate. Critical Case Managers shall coordinate and work with the Crisis Response Street Team to identify individuals who may benefit from their services. Critical Case Managers shall have the lowest staff-to-patient ratio among all categories of case managers in order to provide daily, highly intensive, life-saving support to the patients they serve.

Services. The Office of Coordinated Care shall coordinate with General Hospital's PES unit and the Department's Jail Health Services to ensure that all PES patients, including people who have been detained involuntarily on a 5150 hold, and people who are exiting the County Jail system with a mental health diagnosis, receive a treatment plan and are offered a case manager for patients who require case management services. The Office of Coordinated Care shall coordinate with the Department's Jail Health Services to ensure that all people held in jail are given the opportunity to enroll in Medi-Cal prior to release, so that they may access Medi-Cal benefits upon release.

(D) Data Collection. The Office of Coordinated Care shall oversee the collection, analysis, and maintenance of the data necessary to operate and evaluate an effective system of care for adults suffering from mental illness and/or substance use disorders in San Francisco, and shall collect and analyze data points as recommended by the Implementation Working Group. At a

minimum, the Office of Coordinated Care shall collect and analyze data sufficient to allow the

Department, the Mayor, and the Board of Supervisors to make informed decisions about how to

prioritize resources so that individuals may move seamlessly through different levels of care without

excessive wait times or impediments. City officials and agencies shall cooperate with these data

collection efforts.

(E) Authorized Disclosures. To facilitate its evaluation of Mental Health SF, and to better coordinate care for its participants, the Office of Coordinated Care may seek the disclosure of information about patients' health conditions and involvement in the criminal legal system, where not prohibited by state or federal law or by the Charter or by other City law.

(F) Marketing and Community Outreach. Mental Health SF shall strive to promote its services to both potential patients and the general public. In order to achieve this goal, the Office of Coordinated Care shall oversee the creation of a marketing and outreach campaign. This campaign shall include targeted branding and media outreach headed by a public relations team whose main goal and focus is to make all Mental Health SF services known and accessible to the public.

# (3) PART THREE: Coordinated Outreach Teams and the Establishment of the Crisis Response Street Team.

(A) The Crisis Response Street Team shall be a city-wide crisis team led by the Department that operates 24 hours per day, 7 days per week, to intervene with people on the street who are experiencing a substance use or mental health crisis, with the goal of engaging them and having them enter into a system of treatment and coordinated care. A marketing strategy shall be implemented to ensure that the public becomes familiar with the specific telephone number to call to engage the assistance of the Crisis Response Street Team. The public shall also be able to find this team by dialing 311 or, in the case of emergency, 911, and can report someone in need of services through these channels. This team shall coordinate with the Office of Coordinated Care to assign case

managers where needed to establish trust and rapport with individuals who refuse to access services and who are not eligible for conservatorship.

(B) All City outreach teams aimed at meeting the needs of people experiencing homelessness, including but not limited to the Crisis Response Street Team, shall coordinate their deployments and share information with one another, to the extent permissible by law, to ensure that services and outreach to individuals are guided by data, best practices, and past experience.

critical component of Mental Health SF is the expansion of mental health services to eliminate

excessive wait times and to ensure that individuals being served are in the least restrictive environment

possible. Fundamental to an effective continuum of care model is providing adequate resources at

each stage of treatment. The expansion of services shall enable the Department to offer mental health

treatment on demand. The expansion of services shall not replace or substitute for current levels of

service, but shall build upon current levels of services and address current gaps in service.

Although the Implementation Working Group shall make recommendations as to the nature and scope of expansion of services, priority shall be given to hiring additional case managers as referenced in subsection (g)(2)(B) of this Section 15.104, as well as to expanding the following types of residential treatment options across the entire continuum of care:

- (A) Crisis residential treatment services, including but not limited to, acute diversion, crisis stabilization, detoxification, and 24-hour respite care;
- (B) Secure inpatient hospitalization for individuals, including persons who are conserved, who meet the criteria for involuntary detention and treatment;
  - (C) Transitional residential treatment beds; and

(D) Long-term supportive housing, including, but not limited to, cooperative
living settings with 24/7 off-site case management, single-room occupancy units in supportive housing
buildings, and adult residential facilities (also known as "board and care homes").

- (5) PART FIVE: Establishment of the Office of Private Health Insurance

  Accountability. The City shall establish an Office of Private Health Insurance Accountability

  ("OPHIA").
- (A) OPHIA shall, in the reasonable exercise of discretion on behalf of San Francisco Residents of all ages who have private health insurance, advocate for such persons when they are not receiving the timely or appropriate mental health care services to which they are entitled under their health insurance policies.
- (B) OPHIA shall provide Insurance Navigators who will advocate with private insurance companies and private mental health care providers on behalf of San Francisco Residents who are seeking treatment and have been denied or tentatively denied timely services.
- (C) OPHIA shall collect data on privately insured patients' ability to access mental health care under their insurance, and wait times to access that care. Within one year of the operative date of this Section 15.104, and annually thereafter, OPHIA shall submit to the Board of Supervisors a report summarizing the data it has collected.
- (D) OPHIA shall advise individuals about mental health resources that are available to any San Francisco Resident including, but not limited to, the Suicide Hotline, the Warm Line, support groups, detoxification programs, crisis programs, and any other public services.
- (E) OPHIA shall report to the Office of the City Attorney any information it collects that evidences violations of laws that prohibit health insurance providers from imposing limits on mental health benefits that are less favorable than limits imposed on medical/surgical benefits.

  OPHIA shall also report to the City Attorney any information that it collects regarding health network

adequacy, timely access to care, and evaluations concerning the clinical appropriateness of treatment, under private health insurance policies.

#### (h) Evaluation and Accountability.

- (1) Bi-annual Report. Within six months of the operative date of this Section

  15.104, and every six months thereafter, the Director of Mental Health SF, in consultation with the

  Director of the Office of Coordinated Care and the Director of Health, shall submit a report to the

  Board of Supervisors summarizing the operational, programmatic, and budgetary aspects of Mental

  Health SF.
- (2) Audit. Within two years of the operative date of this Section 15.104, and every four years thereafter until 2030, the Controller shall conduct an audit of the City's behavioral health system.
- (3) Annual Implementation Plan. By no later than February 1, 2021, and annually thereafter, the Department shall submit to the Mayor and the Board of Supervisors an Implementation Plan for Mental Health SF, along with a proposed resolution to accept the Implementation Plan. The Implementation Plan shall:
- (A) Describe the services that will be required to address the behavioral health and housing needs of individuals eligible to participate in Mental Health SF in the next fiscal year;
- (B) Estimate the financial resources necessary to provide the services that will be required to address the behavioral health and housing needs of individuals eligible to participate in Mental Health SF in the next fiscal year;
- (C) To the extent that it may be infeasible to deliver all of the services required to address the behavioral health and housing needs of individuals eligible to participate in Mental Health SF in the next fiscal year, propose a method of prioritizing those services, and a timetable for implementing them in the next fiscal year, or in subsequent years; and

 (D) Propose a plan to finance those behavioral health and/or housing services that are prioritized and proposed to be implemented in the next fiscal year, including, where appropriate, new revenue sources, incremental general fund increases, and/or reallocation of existing appropriations to meet the Implementation Plan's prioritized goals for the next fiscal year.

The Board of Supervisors shall approve or disapprove the Implementation Plan by resolution within four months of its submission to the Board, or may refer the Implementation Plan back to the Department for revision.

- (i) Undertaking for the General Welfare. In enacting and implementing this Section

  15.104, the City is assuming an undertaking only to promote the general welfare. It is not assuming,
  nor is it imposing on its officers and employees, an obligation for breach of which it is liable in money
  damages to any person who claims that such breach proximately caused injury.
- (j) No Conflict with Federal or State Law. Nothing in this Section 15.104 shall be interpreted or applied so as to create any requirement, power, or duty in conflict with any federal or state law.
- (k) Severability. If any section, subsection, sentence, clause, phrase, or word of this Section

  15.104, or any application thereof to any person or circumstance, is held to be invalid or

  unconstitutional by a decision of a court of competent jurisdiction, such decision shall not affect the

  validity of the remaining portions or applications of the Section. The Board of Supervisors hereby

  declares that it would have passed this Section 15.104 and each and every section, subsection,

  sentence, clause, phrase, and word not declared invalid or unconstitutional without regard to whether

  any other portion of this Section or application thereof would be subsequently declared invalid or

  unconstitutional.

Section 2. Chapter 5 of the Administrative Code is hereby amended by adding Article XLIV, consisting of Sections 5.44-1 through 5.44-5, to read as follows:

#### ARTICLE XLIV: MENTAL HEALTH SF IMPLEMENTATION WORKING GROUP

#### SEC. 5.44-1. ESTABLISHMENT OF WORKING GROUP.

The Mental Health SF Implementation Working Group ("Implementation Working Group") is hereby established.

#### SEC. 5.44-2. MEMBERSHIP.

- (a) The Implementation Working Group shall consist of 11 members, appointed by the Mayor and the Board of Supervisors.
  - (b) Seats 1-11 shall be filled as follows:
- (1) Seat 1 shall be held by a person with expertise working on behalf of healthcare workers, appointed by the Board of Supervisors.
- (2) Seats 2 and 3 shall each be held by a person who identifies as having a mental health condition or identifies as having both a mental health condition and substance use condition ("dual diagnosis"), and who has accessed mental health or substance use services in San Francisco, appointed by the Mayor and the Board of Supervisors, respectively.
- (3) Seat 4 shall be held by a City peace officer, emergency medical technician, or firefighter ("First Responder") with expertise in mental health and/or substance use treatment, appointed by the Mayor.
- (4) Seat 5 shall be held by a substance use treatment provider with expertise in mental health treatment and harm reduction, appointed by the Board of Supervisors.
- (5) Seat 6 shall be held by a mental health or substance use treatment provider with experience working with criminal system-involved patients, appointed by the Board of Supervisors.

	(6)	Seat 7 shal	l be held by	<sup>,</sup> a psychia	<u>trist or o</u>	ther beh	<u>avioral</u>	health pro	<u>fessional</u>	
with expertis	e provid	ing services	to transitio	nal age yo	uth (ages	18-24)	in San I	Francisco,	appointed	d by
the Board of	Supervis	sors.								

- (7) Seat 8 shall be held by a person with experience in the management or operation of residential treatment programs, appointed by the Mayor.
- (8) Seat 9 shall be held by an employee of the Department of Public Health with expertise in working with dually diagnosed persons, appointed by the Mayor.
- (9) Seat 10 shall be held by a person with experience providing supportive housing in San Francisco, appointed by the Board of Supervisors.
- (10) Seat 11 shall be held by an employee of the Department of Public Health with experience in health systems or hospital administration, appointed by the Mayor.

### SEC. 5.44-3. ORGANIZATION AND TERMS OF OFFICE.

- (a) Members of the Implementation Working Group shall serve two-year terms, beginning on June 1, 2020; provided, however, the term of the initial appointees in Seats 1, 3, 5, 7, and 9 shall be one year, expiring on June 1, 2021.
- (b) Members of the Implementation Working Group shall serve at the pleasure of their respective appointing authorities, and may be removed by the appointing authority at any time.
- (c) The Mayor and Board of Supervisors shall make initial appointments to the Implementation Working Group within 90 days of the effective date of this Article XLIV.
- (d) The Implementation Working Group's inaugural meeting shall be held within 90 days of the effective date of this Article XLIV, provided that a majority of the members have been appointed and are present at the meeting. There shall be at least ten days' public notice of the inaugural meeting.
- (e) The Implementation Working Group shall meet at least monthly after the inaugural meeting.

- (f) Any member who misses three regular meetings of the Implementation Working Group within any 12-month period without the express approval of the Implementation Working Group at or before each missed meeting shall be deemed to have resigned from the body 10 days after the third unapproved absence. The Implementation Working Group shall inform the appointing authority for the resigned member's seat of any such resignation.
- (g) Service on the Implementation Working Group is voluntary and members shall receive no compensation from the City, except that a City employee appointed to Seat 4, 9, or 11 shall receive compensation from the City as an employee, because work on the Implementation Working Group shall be considered part of the employee's work for the City.
- (h) The Department of Public Health shall provide administrative and clerical support for the Implementation Working Group. All City officials and agencies shall cooperate with the Implementation Working Group in the performance of its functions.
- (i) One representative from each of the following departments shall attend meetings of the Implementation Working Group to be available for consultation by its members: the Department of Public Health, the Human Services Agency, the Department of Aging and Adult Services, and the Department of Homelessness and Supportive Housing.

#### SEC. 5.44-4. POWERS AND DUTIES.

(a) The Implementation Working Group shall have the power and duty to advise the Mental Health Board or any successor agency, the Health Commission, the Department of Public Health, the Mayor, and the Board of Supervisors, and may advise the San Francisco Health Authority, on the design, outcomes, and effectiveness of Mental Health SF, established by Section 15.104 of the Administrative Code. The Implementation Working Group shall evaluate the effectiveness of Mental Health SF in meeting the behavioral health and housing needs of eligible participants, by reviewing program data, and shall review and assess the Implementation Plan that is required to be submitted to

the Mayor and the Board of Supervisors under subsection (h)(3) of Section 15.104 of the Administrative Code.

- (b) The Implementation Working Group shall work with the Controller to conduct a staffing analysis of both City and nonprofit mental health services providers to determine whether there are staffing shortages that impact the providers' ability to provide effective and timely mental health services. If the staffing analysis concludes that there are staffing shortages that impact timely and effective service delivery, the staffing analysis shall also include recommendations regarding appropriate salary ranges that should be established, and other working conditions that should be changed, to attract and retain qualified staff for the positions where there are staffing shortages.
- (c) By no later than October 1, 2020, and every year thereafter, the Implementation

  Working Group shall submit to the Board of Supervisors, the Mayor, and the Director of Health a written report on its progress.
- (d) By no later than June 1, 2021, the Implementation Working Group shall submit to the Board of Supervisors, the Mayor, and the Director of Health its final recommendations concerning the design of Mental Health SF, and any steps that may be required to ensure its successful implementation.
- (e) Within six months of the effective date of this Article XLIV, the Implementation Working

  Group shall submit to the Mayor, the Board of Supervisors, and the Director of Health the staffing

  analysis required by subsection (b).
- (f) In the event that the actual or projected annual cost of implementing Mental Health SF exceeds \$150 million, as annually adjusted to reflect changes in the Consumer Price Index (the "Cost Cap"), the Implementation Working Group shall submit to the Board of Supervisors, the Mayor, and the Director of Health recommendations for how to reduce the scope of services provided by Mental Health SF in order to reduce annual costs so that they do not exceed the Cost Cap.

#### SEC. 5.44-5. SUNSET.

This Article XLIV shall expire by operation of law, and the Implementation Working Group shall terminate, on September 1, 2026. After its expiration, the City Attorney shall cause this Article XLIV to be removed from the Administrative Code.

### Section 3. Effective Date; Operative Dates.

- (a) This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.
- (b) Section 1 of this ordinance, adding Section 15.104 to the Administrative Code, shall not become operative until, but shall become operative upon, the earliest of the following three occurrences:
- (1) the Controller certifies in writing to the Mayor and the Clerk of the Board of Supervisors that the budget of the City and County of San Francisco for a fiscal year has exceeded the prior fiscal year's budget by 13%; or
- (2) the Controller certifies in writing to the Mayor and the Clerk of the Board of Supervisors that the voters have approved a ballot measure imposing a new tax, or modifying an existing tax, that will result in revenue sufficient to finance the activities required under Section 15.104; or
- (3) the City enacts an appropriation ordinance approving the use of funds from the General Fund to sufficiently finance the costs of Mental Health SF.

/// ///

(c) Section 2 of this ordinance, adding Article XLIV to Chapter 5 of the Administrative Code, shall become operative on the effective date of this ordinance.

APPROVED AS TO FORM:

DENNIS J. HERRERA, City Attorney

By:

ANNE PEARSON Deputy City Attorney

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#### LEGISLATIVE DIGEST

[Administrative Code - Mental Health SF]

Ordinance amending the Administrative Code to establish Mental Health SF, a mental health program designed to provide access to mental health services, substance use treatment, and psychiatric medications to all adult residents of San Francisco with mental illness and/or substance use disorders who are homeless, uninsured, or enrolled in Medi-Cal or Healthy San Francisco; to establish an Office of Private Health Insurance Accountability to advocate on behalf of privately insured individuals not receiving timely and appropriate mental health care under their private health insurance; to provide that Mental Health SF shall not become operative until either the City's budget has exceeded the prior year's budget by 13%, or the voters have approved a tax that will sufficiently finance the program, or the Board of Supervisors has approved the appropriation of general funds to finance the program; and to establish the Mental Health SF Implementation Working Group to advise the Mental Health Board, the Department of Public Health, the Health Commission, the San Francisco Health Authority, and the Board of Supervisors on the design and implementation of Mental Health SF.

### **Existing Law**

Chapter 15 of the San Francisco Health Code governs the Community Mental Health Service of the City and County of San Francisco ("City"), by:

- Establishing a Community Mental Health Service, as required by state law;
- Establishing the Mental Health Board, consisting of 17 members, to review the City's
  mental health needs, services, facilities, and special programs, advise the Board of
  Supervisors, Health Commission, Director of Health, and the Director of Mental Health
  as to any aspect of local mental health programs, and review and comment on the City
  and County's performance outcome data and communicate its findings to the State
  Mental Health Commission, among other duties;
- Enumerating the services that the Community Mental Health Service may provide, including outpatient psychiatric clinics, in-patient psychiatric clinics, rehabilitation services, and psychiatric consultant services, among other services; and
- Declaring the intent of the Board of Supervisors to more specifically delineate the longrange planning and budgetary uses of the San Francisco Community Mental Health Services Plan.

Chapter 15 also requires that the Department of Public Health ("DPH") provide a single standard of mental health services access and care for indigent and uninsured residents of the City and Medi-Cal beneficiaries who are residents of the City.

The San Francisco Treatment on Demand Act, which was enacted by the voters in 2010 as Proposition T, requires that DPH maintain an adequate level of free and low cost medical substance abuse services and residential treatment slots commensurate with the demand for such services. Demand is to be measured by the total number of filled medical substance abuse slots plus the total number of individuals seeking such slots as well as the total number of filled residential treatment slots plus the number of individuals seeking such slots. DPH is required to submit an annual report to the Board of Supervisors with its assessment of the demand for substance abuse treatment and a plan to meet the demand.

#### Amendments to Current Law

The proposed ordinance would establish Mental Health SF, a comprehensive reform of the City's mental health system. Subject to the budgetary and fiscal provisions of the Charter, Mental Health SF would provide services and medications, as clinically indicated, to every San Francisco resident aged 18 years old and over who is experiencing homelessness, is uninsured, or is enrolled in Medi-Cal or Healthy SF or awaiting enrollment in Medi-Cal following release from the County Jail, and who is determined by a licensed healthcare professional to present symptoms of serious mental illness and/or substance use disorder.

To leverage funding for Mental Health SF, the ordinance would require DPH to help eligible participants enroll in existing state and federal health insurance and public benefit programs and seek recovery of costs borne by the City in providing services to individuals with private health insurance who are provided with emergency crisis-level care by the City. The ordinance would also authorize DPH to impose fees based on a sliding fee scale. However, no person would be denied services due to the inability to pay fees.

Mental Health SF would have five key components:

- 1. **Establishment of a Mental Health Service Center**, which would be a physical building or buildings that would serve as centralized access point for patients who seek access to mental health and/or substance use treatment.
- 2. **Establishment of an Office of Coordinated Care**, which would oversee the seamless delivery of mental health care and substance use services across the City's behavioral health systems.
- 3. **Establishment of the Crisis Response Street Team**, which would operates 24 hours per day, 7 days per week, to intervene with people on the street who are experiencing a substance use or mental health crisis, with the goal of engaging them and having them enter into a system of treatment and coordinated care.

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- 4. **Expansion of Mental Health and Substance Use Treatment** to eliminate excessive wait times and to ensure that individuals being served are in the least restrictive environment possible.
- 5. **Establishment of the Office of Private Health Insurance Accountability**, which would advocate on behalf of San Francisco residents of all ages who have private health insurance when they are not receiving the timely or appropriate mental health care services to which they are entitled under their health insurance policies.

In light of the costs associated with implementing Mental Health SF, the proposed ordinance provides that the program would not become operative until the earliest of the following three occurrences: (1) the Controller certifies in writing to the Mayor and the Clerk of the Board of Supervisors that the budget of the City and County of San Francisco for a fiscal year has exceeded the prior fiscal year's budget by 13%; or (2) the Controller certifies in writing to the Mayor and the Clerk of the Board of Supervisors that the voters have approved a ballot measure imposing a new tax, or modifying an existing tax, that will result in revenue sufficient to finance the activities required under Section 15.104; or (3) the City enacts an appropriation ordinance approving the use of funds from the General Fund to sufficiently finance the costs of Mental Health SF.

Once Mental Health SF is operative, the Director of Mental Health SF would be required to submit a report to the Board of Supervisors every six months summarizing the operational, programmatic, and budgetary aspects of Mental Health SF. Within two years of the operative date, and every four years thereafter, the Controller would be required to conduct an audit of the City's behavioral health system. In addition, DPH would be required to prepare and submit to the Mayor and the Board of Supervisors, an annual implementation plan that describes the services that would be required to meet the behavioral health and housing needs of persons eligible to participate in Mental health SF, the cost of those services, a method of prioritizing those services, and a proposed plan to finance those services.

Lastly, the proposed ordinance would establish the Mental Health SF Implementation Working Group ("Implementation Working Group"), which would be charged with advising the Mental Health Board or any successor agency, the Health Commission, the Department of Public Health, the Mayor, and the Board of Supervisors on the design, outcomes, and effectiveness of Mental Health SF. The Implementation Working Group would evaluate the effectiveness of Mental Health SF in meeting the behavioral health and housing needs of eligible participants, by reviewing program data, and would review and assess the Implementation Plan that DPH is required to submit to the Mayor and the Board of Supervisors. The Implementation Working Group would also work with the Controller to conduct a staffing analysis of both City and nonprofit m mental health services providers to determine whether there are staffing shortages that impact the providers' ability to provide effective and timely mental health services, and would prepare proposals for how to reduce the scope of services provided by Mental Health SF if they are estimated to exceed \$150 million annually.

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The Implementation Working Group would terminate on September 1, 2026.

#### Background Information

DPH's Behavioral Health Services ("BHS") is the largest provider of behavioral health (mental health and substance use) services, including prevention, early intervention, and treatment services, in the City. The annual budget of the BHS system of care as of Fiscal Year 2019-2020 was approximately \$400 million. BHS serves approximately 30,000 individuals with serious mental illness and/or substance use disorders in its clinical care delivery system each year. Yet, San Francisco's behavioral health system has not adequately addressed San Francisco's mental health and substance use crisis.

According to the Department's records, in Fiscal Year 2018-2019, the Department and/or the Department of Homelessness and Supportive Housing ("HSH") served about 18,000 people experiencing homelessness. Of those 18,000 people, 4,000 have a history of both mental health and substance use disorders. These 4,000 people are in critical need of help, as evidenced by their high use of urgent and emergency psychiatric services.

While, as of 2019, the City is home to 24,500 individuals who use injection drugs, as of 2019 the City has only 335 drug treatment spaces available, of which only 68 spaces are qualified to treat people who have both mental illness and a substance use condition.

Individuals who are released from an involuntary detention for evaluation and treatment, also known as a "5150 hold," often face wait times when seeking housing options. For example, as of 2019, some residential care facilities have wait lists of up to seven months, and individuals remain in jail or locked facilities without justification other than the lack of an available, suitable alternative.

As of 2019, an estimated 31,000 people in San Francisco lack health insurance. San Francisco's behavioral health system has not been able to adequately address the challenges faced by uninsured people who need mental health or substance use services.

Individuals who are criminal system-involved are deprioritized by service providers. According to the Workgroup to Re-envision the Jail, which was formed at the urging of the Board of Supervisors to plan for the permanent closure of County Jail Nos. 3 and 4, criminal system-involved individuals awaiting service placement in the San Francisco County Jail have had to wait five times longer than non-criminal system-involved individuals.

A 2018 audit of BHS conducted by the San Francisco Budget and Legislative Analyst ("2018 BHS Audit") found that under the then-current system, which was still operative in 2019, BHS does not systematically track waitlist information for mental health and substance use services. Waitlists, when they are maintained, are generally kept by the individual service providers and not aggregated or evaluated by BHS. Because BHS does not compile and

track waitlist data in a format that allows for analysis of point-in-time capacity or historical trends, there is limited information about BHS capacity across all mental health and substance use services.

The 2018 BHS Audit concluded that an effective mental health services system must develop protocols to transition long-term intensive case management clients to lower levels of care; create better tools to monitor intensive case management waitlists; and ensure that all intensive case management programs regularly report waitlist, wait time, and staff vacancy data.

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Item 4	Department
File 19-1148	Public Health

#### **EXECUTIVE SUMMARY**

#### **Legislative Objectives**

• The proposed ordinance amends the Administrative Code to establish Mental Health SF, designed to increase access to mental health and substance use disorder treatment, including psychiatric medications.

#### **Key Points**

- Mental Health SF would increase access to mental health and substance use disorder services for San Francisco residents 18 years or older who have a diagnosed mental illness or substance use disorder, and are homeless, uninsured, enrolled in Medi-Cal, or released from jail and waiting for enrollment in Med-Cal.
- The proposed ordinance requires new services, including (1) a 24-hour Mental Health Services Center to assess incoming patients' care needs and provide urgent mental health care; (2) Office of Coordinated Care to maintain an inventory of mental health programs funded by the City and provide case management to individuals accessing services; (3) Crisis Response Street Team to engage persons on the street who are experiencing a mental health or substance use related crisis and connecting them with services; (4) expanding current mental health and substance use disorder service levels offered by the Department of Public Health, including residential treatment centers, secure inpatient hospitalization, and transitional residential treatment beds; and (5) Office of Private Health Insurance Accountability to assist residents in obtaining mental health care through their private insurance policies.
- The proposed ordinance would require an annual Implementation Plan be approved by the Board of Supervisors each year, and establish an Implementation Working Group to develop recommendations on implementation of proposed new and expanded services.

#### Fiscal Impact

- The Department of Public Health's preliminary estimated costs for Mental Health SF implementation are \$8.8 million in one-time costs and from \$102 million to \$178 million in ongoing costs. Actual costs will depend on program design, service levels, and funding, all of which would be subject to approval by the Board of Supervisors.
- Under the proposed ordinance, the new services would not be required until (1) the City's total budget has increased by 13 percent from the prior fiscal year; (2) voters approved a new or modified tax sufficient to cover the new service requirements; or (3) the Board of Supervisors appropriates General Fund monies to fund the new service requirements. The new service requirements would expire on September 1, 2026.
- The cost of providing the proposed new services would be partially offset through fees
  and insurance reimbursements. In addition, File 19-0695, currently pending before the
  Board of Supervisors, would increase the City's gross receipts tax for to pay for the new
  service requirements in this proposed ordinance. The new tax would require voter
  approval.

#### Recommendation

Approval of the proposed ordinance is a policy matter for the Board of Supervisors.

#### **MANDATE STATEMENT**

City Charter Section 2.105 states that all legislative acts shall be by ordinance, approved by a majority of the members of the Board of Supervisors.

#### **BACKGROUND**

The 2019 San Francisco Community Health Assessment found that nearly one-quarter of San Francisco's adult residents reported the need for mental health or substance use services, and 7 percent reported serious psychological distress. The Community Health Assessment identifies communities most at risk for mental health or substance use disorders, and the type of mental health or substance use disorders that are most prevalent, but does not estimate the number of San Francisco residents needing mental health or substance use services.

According to the Budget and Legislative Analyst's 2018 Performance Audit of the San Francisco Department of Public Health Behavioral Health Services, the Department provides mental health and substance use disorder services to more than 30,000 unique San Francisco residents each year at an annual budgeted cost of approximately \$370 million. The Department of Public Health's budgets for FY 2018-19 and FY 2019-20 added funding for additional behavioral health beds and services.

Major findings in the Budget and Legislative Analyst's 2018 Performance Audit included:

- The need for Intensive Case Management exceeds the available Intensive Case Management Services by 2:1.
- Clients do not consistently access behavioral health services on discharge from psychiatric emergency services.
- Because the Department of Public Health does not consistently track waitlists for behavioral health services, there is limited information on the Department's capacity across its mental health and substance use services.
- The Department of Public Health has the opportunity to increase the number of substance use treatment clients under the Drug Medi-Cal Organized Delivery System pilot program, which began in July 2017.

The 2018 Performance Audit recommended (1) improvements in transitioning clients from intensive case management to less intensive services; (2) increasing intensive case management staffing; (3) improving procedures to ensure that individuals discharged from psychiatric emergency services receive timely referrals, and that outpatient providers are notified prior to discharge; (4) improving waitlist information collection and reporting, including setting up a centralized waitlist database; and (5) reporting on Medi-Cal eligible clients access to substance use treatment.

<sup>&</sup>lt;sup>1</sup> San Francisco Community Health Needs Assessment 2019, prepared by the San Francisco Health Improvement Partnership, which includes representatives from non-profit hospitals and other San Francisco providers. The information reported above is from approximately 2011 through 2016.

#### **DETAILS OF PROPOSED LEGISLATION**

The proposed ordinance amends the Administrative Code to establish Mental Health SF, designed to increase access to mental health and substance use disorder treatment, including psychiatric medications.

#### **New Service Requirements for Vulnerable Populations**

The proposed ordinance would codify requirements to provide access to mental health services for San Francisco residents<sup>2</sup> who are at least 18 years old, have a diagnosed mental illness and/or substance use disorder, and who are experiencing homelessness, are uninsured, enrolled in Medi-Cal or Healthy San Francisco, or are awaiting enrollment in Medi-Cal after being released from jail.

According to the Department of Public Health, the target population of the proposed ordinance is approximately 4,000 people. This initial estimate of 4,000 individuals was identified as current high users of psychiatric emergency services, persons with multiple involuntary holds under Section 5150 of the State's Welfare and Institutions Code, and persons existing jail who would benefit from accessing mental health and substance use treatment services but are not routinely doing so.

The new service requirements are summarized below.

#### **Mental Health Services Center**

The proposed ordinance would require the creation a Mental Health Services Center in a building owned or leased by the City and staffed by employees of the Department of Public Health. The Mental Health Services Center would require 24/7 staffing levels sufficient to "minimize" wait times, be able to assess incoming patients' care needs, prescribe and fill medication, provide urgent mental health care for patients at or near psychiatric crisis, and provide transportation for patients from the General Hospital Psychiatric Emergency Services or and the County jails to the Mental Health Service Center.

#### Office of Coordinated Care

The proposed ordinance would establish the Office of Coordinated Care staffed by City employees. The responsibilities would include: keeping an active inventory of the capacity of all mental health programs operated or funded by the City; providing case management to individuals accessing services, including ongoing assistance with compliance with treatment plans; coordinating with Psychiatric Emergency Services and Jail Health Services; and overseeing data collection and reporting.

#### **Crisis Response Street Team**

The proposed ordinance would establish a Crisis Outreach Team under the supervision of the Department of Public Health. The Crisis Response Street Team would be responsible for

<sup>&</sup>lt;sup>2</sup> Residency is defined in Administrative Code Section 95.2, which states persons who have lived in the City for at least fifteen days and can demonstrate proof of residency via documentation described in Administrative Code Section 95.2(c)(1)(B).

engaging persons on the street who are experiencing a mental health or substance use related crisis and connecting them with services. According to the Department of Public Health, the Crisis Response Street Team would complement the existing Homeless Outreach Team by engaging persons on the street experiencing crisis regardless of whether they are housed and would be available at all times.

#### Increasing Capacity for Mental Health and Substance Use Services

The intent of the proposed ordinance is to ensure accessible, affordable and coordinated treatment to populations described above. To achieve this, the proposed ordinance would require expanding current service levels offered by the Department of Public Health, including: residential treatment centers, secure inpatient hospitalization, transitional and residential treatment beds. Actual service expansions will be based on recommendations from the Implementation Working Group, discussed below.

#### Office of Private Health Insurance Accountability

Under the proposed ordinance, the City would establish the Office of Private Health Insurance Accountability within the Department of Public Health to assist San Francisco residents in obtaining mental health care through their private insurance policies, collect and analyze data on patients' ability to do so, and advise potential patients regarding existing services provided by the City.

#### Implementation Plan

The proposed ordinance would require the Department of Public Health to develop an annual Implementation Plan beginning on February 1, 2021 detailing the proposed new mental health and substance use services and related housing needs, costs of the proposed new services, methods of funding the proposed new services, and prioritization of the proposed new services to the extent the programs are constrained by available funding. The Implementation Plan would have to be approved by the Board of Supervisors each year.

In addition, the Department of Public Health would submit a report to the Board of Supervisors every six months regarding the operations, program outcomes, spending, and revenues of the proposed Mental Health SF services.

#### Implementation Working Group

The proposed ordinance would also establish an Implementation Working Group to develop recommendations on the implementation of Mental Health SF, including service levels for case management and program expansion, and ongoing effectiveness of the new services described above. The Implementation Working Group will also evaluate staffing levels of City funded mental health and substance use treatment programs and make recommendations on how to achieve appropriate staffing in programs with persistent vacancies as well as increasing permanent supportive housing for patients who are stabilized. Under the proposed ordinance, the Implementation Working Group would provide an annual progress report beginning no later than October 1, 2020 to the Board of Supervisors, Mayor, and Director of Health and make recommendations on the implementation of the proposed new services to those policy makers

no later than June 1, 2021. Membership of the Implementation Working Group is detailed in Attachment.

#### **Term of New Service Requirements**

Under the proposed ordinance, the new services would not be required until one of the following conditions is met:

- 1. The City's total budget has increased by 13 percent from the prior fiscal year, as certified by the Controller
- 2. Voters approved a new or modified tax sufficient to cover the new service requirements, as certified by the Controller
- 3. The Board of Supervisors approves an appropriation ordinance with sufficient General Fund monies to fund the new service requirements.

The new service requirements would expire and be deleted from the Administrative Code on September 1, 2026.

#### **FISCAL IMPACT**

#### **Potential Program Costs**

Table 1 below summarizes the Department of Public Health's estimated range of potential costs for providing the proposed new services described above; the actual costs will vary greatly depending on program models, service levels and funding. According to Ms. Jenny Louie, Budget Director for the Department of Public Health cost estimates assume a phased in approach for supporting the target population and that individuals will ultimately transition to less intensive services over time.

Table 1: Potential Costs for Mental Health SF

New Service	One-time	Low Scenario Estimate of Costs	High Scenario Estimate Annual Cost
Mental Health Services Center	\$8,000,000	\$18,000,000	\$22,000,000
Office of Coordinated Care	TBD	\$20,000,000	\$35,000,000
Crisis Response Street Team	\$800,000	\$4,000,000	\$6,000,000
Expanding Mental Health and Substance Use Treatment	TBD	\$40,000,000	\$85,000,000
Office of Private Health Insurance Accountability	TBD	TBD	TBD
Administrative and Support Costs	TBD	\$20,000,000	\$30,000,000
Total	\$8,800,000	\$102,000,000	\$178,000,000

Source: Department of Public Health

Notes: Administrative Costs refers to estimated costs related to executive staff, rent, facilities, human resources, finance and billing, security, compliance, materials, and program management and supervision. Estimated one-time costs for the Mental Health Services Center are based on preliminary estimates of expanding the existing Behavioral Health Access Center at 1380 Howard Street. Estimated one-time costs for the Crisis Response Street Team are based on estimated new vehicle purchases and information technology purchases to enhance patient

access. Ongoing costs for programs vary primarily based on preliminary estimates for required new staff. Costs in Table 1 do not include permanent supportive housing.

As shown above, the Department of Public Health's preliminary costs for the proposed new services are approximately \$8.8 million in one-time costs and range from \$102 million to \$178 million in ongoing costs. One-time costs for the Office of Coordinated Care, expanding existing treatment services, and administration of the Mental Health SF program are unknown at this time, as are costs related to the Office of Private Health Insurance Accountability.

Under the proposed ordinance, the actual new services to be offered by Mental Health SF would be subject to annual approval by the Board of Supervisors (see Implementation Plan above). Appropriations to fund the new services are also subject to approval by the Board of Supervisors.

#### **Cost Cap**

If the annual cost of the required new services in the proposed ordinance exceed \$150 million in any given year, the Implementation Working Group would be required to develop recommendations on how to reduce the scope of the required new services so that the annual cost is below this threshold, which would adjusted by the consumer price index annually.

#### **Revenue Offsets**

The cost of providing the proposed new services would be partially offset through fees and insurance reimbursements. In addition, File 19-0695, currently pending before the Board of Supervisors, would increase the City's gross receipts tax for to pay for the new service requirements in this proposed ordinance. The new tax would require voter approval.

#### Fees

The proposed ordinance would allow the Director of Health to set a fee schedule for patients to pay for Mental Health SF services. Fees for households without private insurance and with income less than 500 percent the Federal Poverty Level<sup>3</sup> would be based on ability to pay.

#### Insurance Reimbursements

A portion of costs the proposed new services are reimbursable by Medi-Cal and private insurance.

#### RECOMMENDATION

Approval of the proposed ordinance is a policy matter for the Board of Supervisors.

<sup>&</sup>lt;sup>3</sup> The 2019 Federal Poverty Level for a family of four is \$25,750; 500% of that number is \$128,750.

# Attachment

Seat	Board Appointed (6)	Mayor Appointed (5)	Qualification
1	X		Healthcare worker advocate
2	X		Has a mental health and/or substance use condition and has used City services
3		Х	Has a mental health and/or substance use condition and has used City services11/21/2019
4		Χ	First responder
5	Χ		Substance use treatment provider
6	X		Mental health or substance use treatment provider for criminal justice patients
7	Χ	AAAAAAAAAA AAAAAAAA AAAAAAAAAAAAAAAAAA	Behavioral health specialist that treats transitional aged youth
8		Χ	Experience in managing residential treatment program
9		Х	DPH employee with experience treating persons diagnosed with both mental health and substance use
10	Χ		Experience providing supportive housing services
11		X	DPH employee with experience in health system or hospital administration

#### BOARD of SUPERVISORS



City Hall 1 Dr. Carlton B. Goodlett Place Room 244 San Francisco, CA 94102-4689 Tel. No. 554-5184 Fax No. 554-5163 TDD/TTY No. 544-5227

# **MEMORANDUM**

Date:

November 25, 2019

To:

The Honorable Members, Board of Supervisors

From:

Angela Calvillo, Clerk of the Board

Subject:

Administrative Code - Mental Health SF Implementation Working Group

(File No. 191148)

Board of Supervisors Rules of Order 2.21 establishes certain criteria that must be included in legislation creating and establishing, or reauthorizing, new bodies (boards/commissions/task forces/advisory bodies) and requires the Clerk of the Board to advise the Board on certain matters. In order to fulfill these requirements, the following is provided:

File No. 191148 Administrative Code - Mental Health SF

Does a current body address the same or similar subject matter?

Yes, there is the Behavioral Health Commission that reviews and evaluates the City's mental health needs, services, and facilities, and advises the Board of Supervisors, the Health Commission, the Director of Health, and the Director of Behavioral Health Services on all aspects of the local behavioral health program.

This proposed Implementation Working Group would have a separate duty advise the Mental Health Board or any successor agency, the Health Commission, the Department of Public Health, the Mayor, and the Board of Supervisors, and may advise the San Francisco Health Authority, on the design, outcomes, and effectiveness of Mental Health SF, established by Section 15.104 of the Administrative Code.

Language requiring the body to meet at least once every four months

Page 21, Lines 23-24, Section 5.44-3(e), entitled "Organization and Terms of Office" states "The Implementation Working Group shall meet at least monthly after the inaugural meeting."

Language indicating members serve at the pleasure of the appointing authority

Page 21, Lines 16-17, Section 5.44-3(b), entitled "Organization and Terms of Office" states "Members of the Implementation Working Group shall serve at the pleasure of their respective appointing authorities, and may be removed by the appointing authority at any time."

Language establishing attendance requirements

Page 22, Lines 1-5, Section 5.44-3(f), entitled "Organization and Terms of Office" states "Any member who misses three regular meetings of the Implementation Working Group within any 12-month period without the express approval of the Implementation Working Group at or before each missed meeting shall be deemed to have resigned from the body 10 days after the third unapproved absence. The Implementation Working Group shall inform the appointing authority for the resigned member's seat of any such resignation".

Number of seats and qualifications

There are a total of 11seats: 6 appointed by the Board of Supervisors and 5 appointed by the Mayor.

- Seat 1 shall be held by a person with expertise working on behalf of healthcare workers, appointed by the Board of Supervisors.
- Seats 2 and 3 shall each be held by a person who identifies as having a mental health condition or identifies as having both a mental health condition and substance use condition ("dual diagnosis"), and who has accessed mental health or substance use services in San Francisco, appointed by the Mayor and the Board of Supervisors, respectively.
- Seat 4 shall be held by a City peace officer, emergency medical technician, or firefighter ("First Responder") with expertise in mental health and/or substance use treatment, appointed by the Mayor.
- Seat 5 shall be held by a substance use treatment provider with expertise in mental health treatment and harm reduction, appointed by the Board of Supervisors.

- Seat 6 shall be held by a mental health or substance use treatment provider with experience working with criminal system-involved patients, appointed by the Board of Supervisors.
- Seat 7 shall be held by a psychiatrist or other behavioral health professional with expertise providing services to transitional age youth (ages 18-24) in San Francisco, appointed by the Board of Supervisors.
- Seat 8 shall be held by a person with experience in the management or operation of residential treatment programs, appointed by the Mayor.
- Seat 9 shall be held by an employee of the Department of Public Health with expertise in working with dually diagnosed persons, appointed by the Mayor.
- Seat 10 shall be held by a person with experience providing supportive housing in San Francisco, appointed by the Board of Supervisors.
- Seat 11 shall be held by an employee of the Department of Public Health with experience in health systems or hospital administration, appointed by the Mayor.

# Term limits (i.e., commencement date? staggered terms?)

Each member shall serve a term of two-years beginning June 1, 2020, provided that the term of the initial appointees in Seat 1, 3, 5, 7, and 9 shall be one-year expiring on June 1, 2021.

# Administering department

The Department of Public Health shall provide administrative and clerical support for the Implementation Working Group.

# Reporting requirements

By no later than October 1, 2020, and every year thereafter, the Implementation Working Group shall submit to the Board of Supervisors, the Mayor, and the Director of Health a written report on its progress.

#### Sunset date

The Implementation Working Group shall terminate, on September 1, 2026. After its expiration, the City Attorney shall cause this Article XLIV to be removed from the Administrative Code.

#### **BOARD of SUPERVISORS**



City Hall
1 Dr. Carlton B. Goodlett Place, Room 244
San Francisco 94102-4689
Tel. No. 554-5184
Fax No. 554-5163
TDD/TTY No. 554-5227

# MEMORANDUM

Victor Howard

TO:

Helynna Brooke, Behavioral Health Commission

Dr. Grant Colfax, Director, Public Health Mark Morewitz, Health Commission

FROM:

Victor Young, Assistant Clerk

Rules Committee

DATE:

November 25, 2019

SUBJECT:

LEGISLATION INTRODUCED

The Board of Supervisors' Rules Committee received the following proposed legislation on November 12, 2019:

File No. 191148

Ordinance amending the Administrative Code to establish Mental Health SF, a mental health program designed to provide access to mental health services, substance use treatment, and psychiatric medications to all adult residents of San Francisco with mental illness and/or substance use disorders who are homeless, uninsured, or enrolled in Medi-Cal or Healthy San Francisco; to establish an Office of Private Health Insurance Accountability to advocate on behalf of privately insured individuals not receiving timely and appropriate mental health care under their private health insurance; to provide that Mental Health SF shall not become operative until either the City's budget has exceeded the prior year's budget by 13%, or the voters have approved a tax that will sufficiently finance the program, or the Board of Supervisors has approved the appropriation of general funds to finance the program; and to establish the Mental Health SF Implementation Working Group to advise the Mental Health Board, the Department of Public Health, the Health Commission, the San Francisco Health Authority, and the Board of Supervisors on the design and implementation of Mental Health SF.

If you have comments or reports to be included with the file, please forward them to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102 or by email at: victor.young@sfgov.org.

c: Greg Wagner, Public Health Dr. Naveena Bobba, Pubic Health

# Office of the Mayor SAN FRANCISCO



# LONDON N. BREED MAYOR

Sk

TO:

Angela Calvillo, Clerk of the Board of Supervisors

FROM:

Sophia Kittler

RE:

Administrative Code - Mental Health SF

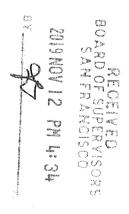
DATE:

Tuesday, November 12, 2019

Ordinance amending the Administrative Code to establish Mental Health SF, a mental health program designed to provide access to mental health services, substance use treatment, and psychiatric medications to all adult residents of San Francisco with mental illness and/or substance use disorders who are homeless, uninsured, or enrolled in Medi-Cal or Healthy San Francisco; to establish an Office of Private Health Insurance Accountability to advocate on behalf of privately insured individuals not receiving timely and appropriate mental health care under their private health insurance; to provide that Mental Health SF shall not become operative until either the City's budget has exceeded the prior year's budget by 13%, or the voters have approved a tax that will sufficiently finance the program, or the Board of Supervisors has approved the appropriation of general funds to finance the program; and to establish the Mental Health SF Implementation Working Group to advise the Mental Health Board, the Department of Public Health, the Health Commission, the San Francisco Health Authority, and the Board of Supervisors on the design and implementation of Mental Health SF.

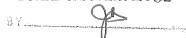
Please note that Supervisors Ronen, Haney, Mar, Walton, Yee, Brown, Safai, Fewer, Peskin, Mandelman, and Stefani are co-sponsors of this legislation.

Should you have any questions, please contact Sophia Kittler at 415-554-6153.



# RECEIVED BOARD OF SUPERVISORS SAN FRANCISCO

# President, District 7 BOARD of SUPERVISORS





#### City Hall 1 Dr. Carlton B. Goodlett Place, Room 244 San Francisco, CA 94102-4689

Tel. No. 554-6516 Fax No. 554-7674 TDD/TTY No. 544-6546

# Norman Yee

PRESIDENTIAL ACTION			
Date:	11/25/2019		
To: Angela Calvillo, Clerk of the Board of Supervisors			
Madam Clerk, Pursuant to Board Rules, I am hereby:			
□ Waivin	g 30-Day Rule (Board Rule No. 3.23)		
File l	No.		·
Title.		(Primary Sponsor)	
☐ Transferring (Board Rule No 3.3)			
File	No. 191148	Ronen	
Title.	A 1	(Primary Sponsor)	
	Administrative Code- Mental l	Health SF	
From: Rules		_Committee	
To:	Budget & Finance		_ Committee
☐ Assigni	ng Temporary Committee Appoi	ntment (Board Rule No. 3.1)	
Supervi	sor:Rep	placing Supervisor:	
]	For:		Meeting
	(Date)	(Committee)	Full Meeting
Partial			
	Start Time Until Original Committe	End Time e Member returns	Yee
Norman Yee, President			
		Board of Supervisors	