

**CLERK OF THE BOARD OF SUPERVISORS  
EXHIBIT/DOCUMENT LOG**

**MEETING DATE & AGENDA NO. 07/16/2024 #22**

**STAFF DOCUMENTS (Numerical)**

No.	Presented by:	Description:
1	Staff	17-Page PowerPoint

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**PUBLIC DOCUMENTS (Alphabetical)**

No.	Presented by:	Description:
A	N/A	

B

C

D

E

F

G



## **Item #22: Receive Update on Behavioral Health Capital Facility Projects Recommended for Proposition 1 Infrastructure Bond Funding and Authorize Grant Submissions, and Authorize a Formal Process to Issue Letters of Support**

Caroline Smith, Interim Deputy Chief Administrative Officer, Health and Human Services Agency

Luke Bergmann, PhD, Director, Behavioral Health Services

July 16, 2024

# Proposition 1: Behavioral Health Transformation



## Behavioral Health Services Act

- Shifts funding to support people with most serious mental illness
- Flexibility to utilize funds for substance use services
- Emphasis on housing
- Shifts prevention to the State

## Behavioral Health Infrastructure Bond Act

Supports building more behavioral health infrastructure dedicated for new:

- **Behavioral health treatment** capacity
- **Housing** for veterans and other people at risk of or experiencing homelessness who have behavioral health conditions

# Behavioral Health Infrastructure Bond Act



**\$6.38 billion in general obligation bonds**

**\$4.4 billion**

**Behavioral health treatment and residential settings,**  
including \$30M for tribal entities

**\$1.065 billion**

**Permanent Supportive Housing for veterans** at risk or  
experiencing homelessness with behavioral health needs

**\$922 million**

**Permanent Supportive Housing for people** at risk of or  
experiencing homelessness with behavioral health needs



# Infrastructure for Behavioral Health Treatment and Residential Settings



## \$4.4 Billion of Grant Funding

- Issued via competitive grants administered by Department of Health Care Services
- Multiple rounds via the *Bond Behavioral Health Continuum Infrastructure Program* (Bond BHCIP)
- Must add **new** community-based mental health and substance use treatment for Medi-Cal beneficiaries



# Bond Behavioral Health Continuum Infrastructure Program (BHCIP) Funds



## State Criteria

- Establishes **new** treatment capacity for Medi-Cal beneficiaries
- Demonstrates project readiness, including site control
- Has required match funding identified
  - 25% match for-profit organizations
  - 10% match for local government and non-profits
  - 5% match for tribal entities
- Demonstrates county and Medi-Cal investments to support ongoing sustainability
- Aligns with one of the following phases:
  1. Planning and Pre-Development
  2. Design Development
  3. Shovel Ready
- Aligns with State priorities

# Bond Behavioral Health Continuum Infrastructure Program (BHCIP) Funds



## County Priorities

- Supports regional distribution to ensure access to care
- Supports health equity to improve access to care across diverse communities
- Aligns with Optimal Care Pathways Model and other critical service priorities
- Leverages other funding or grants
- Supports revenue optimization
- Ongoing services are sustainable through State or federal revenue
- Establishes an innovative partnership with another entity



# Bond Behavioral Health Continuum Infrastructure (BHCIP): Round One



## Launch Ready Grant – Up to \$3.3 billion

- **\$1.5 billion** for counties, cities, and tribal entities
- **\$1.8 billion** for counties, cities, tribal entities, nonprofit, and for-profit entities
  - Southern California Counties Regional Funding Cap: **\$263.7 million**
  - State Set Aside: 20%
- Request for Applications to Release: July 2024
- Application Due: Fall 2024
- Grant Awards: Early 2025



## Bond Behavioral Health Continuum Infrastructure (BHCIP): Round Two



### Unmet Needs Grant – Up to \$1.1 billion

- Open to counties, cities, tribal entities, nonprofit, and for-profit entities
- Southern California Counties Regional Funding Cap: **\$161.1 million**
- State Set Aside: 20%
- Request for Applications (RFA) to Release: May 2025

# Bond Behavioral Health Continuum Infrastructure (BHCIP): Recommended Capital Projects



## #1: Substance Use Residential & Treatment Services (SURTS)

- Meets all of State and County criteria
- County-owned facility located in South Region
- Establishes new substance use treatment capacity
- Adds 72 - 96 new treatment beds, depending on most optimal design
- Project Status: Phase 1: Planning and Pre-Development
- Estimated Cost: **\$26.8 million**

# Bond Behavioral Health Continuum Infrastructure (BHCIP): Recommended Capital Projects



## #2: Children's Crisis Residential Care Facility

- Meets all of State and County criteria
- County-owned facility located in North Central Region
- Establishes new crisis services for children and youth
- Adds approximately 16 new treatment beds
- Project Status: Phase 1: Planning and Pre-Development
- Estimated Cost: **\$6-10 million**





## Bond Behavioral Health Continuum Infrastructure (BHCIP): Recommended Capital Projects



- Licensed board and cares not eligible
- County efforts are underway to advocate for inclusion

### If State Guidance Expands Eligibility

#### #3: Central Region Community-Based Care (CBC)

- County-owned property located in Central Region
- Establishes new board and care capacity for adults with serious mental illness
- Adds approximately 148 new licensed board and care beds
- Project Status: Phase 2: Design Development
- Estimated Development and Construction Cost: **\$55-65 million**



## Letters of Support for Bond Behavioral Health Continuum Infrastructure (BHCIP) Grants



- Applications require letters of support from County Behavioral Health Director
- Requesting authority to establish formal process for entities seeking letters of support
  - Must meet all State criteria
  - Must align with State and County priorities
- Ensures all projects support and advance local Continuum of Care

# Permanent Supportive Housing (PSH) Grant



*Pending State Guidance*

- **Up to \$2 billion**
- For construction of permanent supportive housing for veterans and others with behavioral health needs experiencing homelessness
- Notice of Funding Availability Anticipated: Late 2024

## Permanent Supportive Housing Grant (PSH): Potential Capital Projects

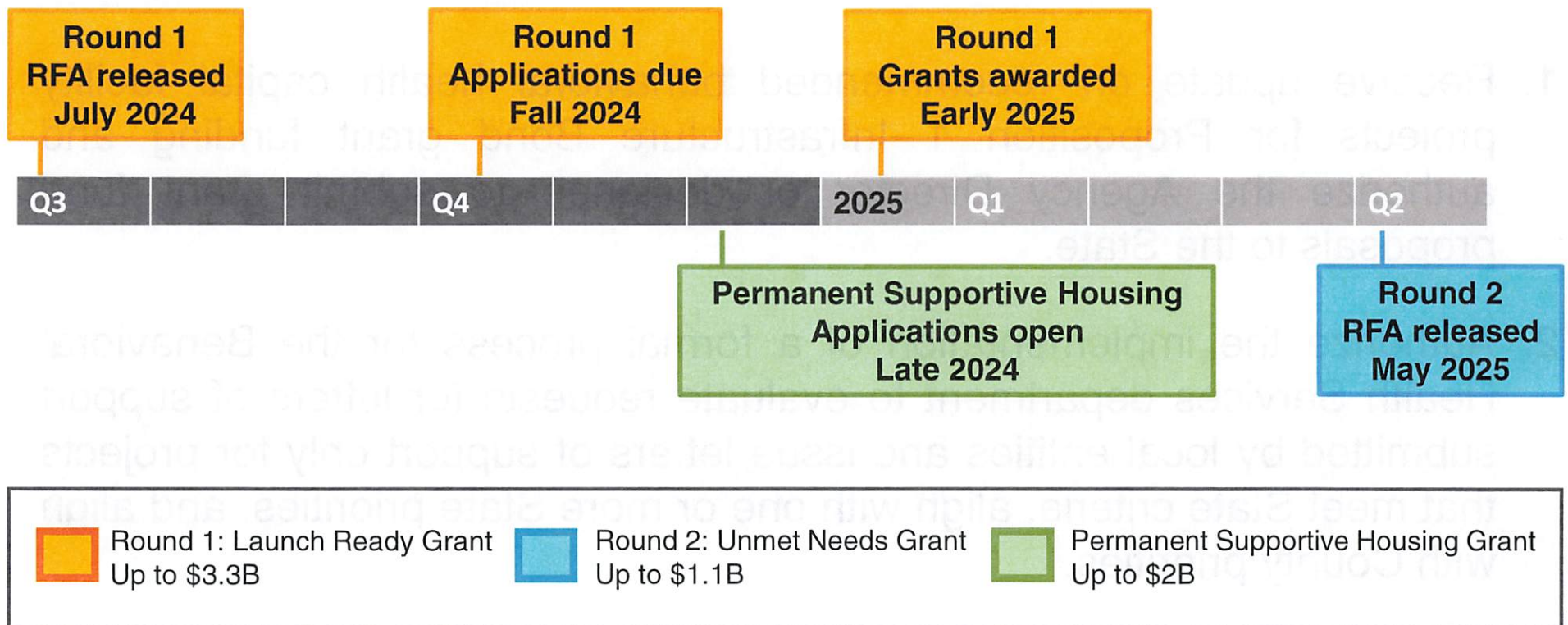


### *Pending State Guidance*

- 5 potential County surplus properties planned for housing
- Planning discussions to determine project viability and eligibility for grant
- Future community engagement to identify additional housing infrastructure development opportunities



# Behavioral Health Infrastructure Bond: Funding Timeline





## Recommendations



1. Receive update on recommended behavioral health capital facility projects for Proposition 1 Infrastructure Bond grant funding and authorize the Agency Director or designee to submit grant fund proposals to the State.
2. Authorize the implementation of a formal process for the Behavioral Health Services department to evaluate requests for letters of support submitted by local entities and issue letters of support only for projects that meet State criteria, align with one or more State priorities, and align with County priorities.



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