



C A L I F O R N I A D E P A R T M E N T O F

Mental Health

1600 9th Street, Sacramento, CA 95814
(916) 654-2526

June 15, 2009

Mark A. Refowitz, Deputy Agency Director
Orange County Behavioral Health Services
405 W. 5th Street, Suite 726
Santa Ana, CA 92701

Dear Mr. Refowitz:

We have received your April 23, 2009, Fiscal Year (FY) 2009-10 Community Services and Supports (CSS) Annual Update to your Mental Health Services Act (MHSA) Three-Year Program and Expenditure Plan. The Department has approved your Annual Update funding request in the amount of \$72,573,400. This letter announces our intent to release funds from the following MHSA Components' Planning Estimates in the total amount of \$72,573,400 as specified below.

Upon execution of a MHSA Agreement Modification or at the start of the fiscal year, provided the county is in compliance with the required reports, the County will receive initial distribution of funds as specified in the Funding Distribution matrix (Enclosure 1). The remaining funds will be distributed upon submission of the required Annual MHSA Revenue and Expenditure Report due on December 31, 2009. No future MHSA distributions will be made until a county submits and DMH approves the report required pursuant to CCR Section 3510 (c), in accordance with DMH Information Notice No. 07-25.

- FY 09-10 CSS \$72,573,400
 - CSS Services: \$72,573,400

Consistent with DMH Information Notices 07-25 and 08-01, note that each County should fully fund their local prudent reserve. We would like to inform you that your County's local prudent reserve level is at approximately 24 percent. Your County's plan to meet the 50 percent requirement is to submit a request to dedicate unspent approved CSS funds from prior fiscal year(s) to the prudent reserve.

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Although a preliminary amount is provided in this letter, it is not a final calculation. The final amount that is released to your County will be cited in a modification to your MHSA Agreement.

We look forward to the successful implementation of your Annual Update.

If you have any questions, please contact Bertha MacDonald (916) 651-0693 or Bertha.MacDonald@dmh.ca.gov.

Sincerely,



SOPHIE CABRERA, Chief
Local Program Support Branch

Enclosure

cc: Mental Health Services Oversight and Accountability Commission
Chief, Contracts
Chief, Fiscal Systems
Chief, Division Operation Support
Chief, Statewide Evaluation, Data Special Support
Process Facilitator, Plan Review & Resource Section
Contact, Plan Review & Resource Section

**FY 09/10 Annual Update
Funding Distribution**

Enclosure 1

COUNTY: Orange

INITIAL DISTRIBUTION

FY	Component (s)	Approved Amount	% Paid	Payment Amount
FY 09/10	CSS Services	\$ 72,573,400	75%	\$ 54,430,050
Total		\$ 72,573,400		\$ 54,430,050

SECOND DISTRIBUTION (Upon receipt of required reports)

FY	Component	Approved Amount	% Paid	Payment Amount
FY 09/10	CSS Services	\$ 72,573,400	25%	\$ 18,143,350
Total				\$ 18,143,350