

*Before the Board of Supervisors
County of Monterey, State of California*

Resolution No.: 23-314

Adopt a Resolution to:

- a. Ratify the submittal of a grant application (“Application”) by the County of Monterey, through its Health Department Behavioral Health Bureau, to the California Department of Health Care Services (“DHCS”), through its administrative entity Advocates for Human Potential, Inc. (“AHP”) for a Behavioral Health Continuum Infrastructure Program (“Program”) grant in the amount of \$20,166,779 to establish the Monterey County Regional Mental Health Rehabilitation Center; and
- b. Authorize and direct the Director of Health or Assistant Director of Health to execute a “Standard Agreement” with AHP for use in converting the County of Monterey’s former jail into a regional mental health rehabilitation center, subject to approval by the Office of County Counsel and Board of Supervisors, in a total amount not exceeding \$20,166,779 from the Program; and
- c. Authorize and direct the Director of Health or Assistant Director of Health to execute and deliver all other documents required or deemed necessary or appropriate to secure the Program funds from the DHCS and to participate in the Program, and all amendments thereto (collectively, the “Program Documents”), subject to approval by the Office of County Counsel and Board of Supervisors; and
- d. Authorize and direct the Director of Health or Assistant Director of Health to execute the Declaration of Restrictions and Performance Deed of Trust to be recorded on behalf of the County of Monterey for participation in the Program, subject to approval by the Office of County Counsel and Board of Supervisors.

WHEREAS, on or about January 31, 2022, the California Department of Health Care Services (“DHCS”), through its contractor Advocates for Human Potential, Inc. (“AHP”), has issued a Request for Applications (“RFA”), for the Behavioral Health Continuum Infrastructure Program (“Program”). The DHCS issued the RFA for the Program grant funds pursuant to Welfare and Institutions Code sections 5960-5960.45. Program grant funds are derived primarily from the federal Coronavirus State and Local Fiscal Recover Funds, which was established by the American Rescue Plan Act of 2021, and in part from the State of California General Fund.

WHEREAS, DHCS is authorized to administer Program pursuant to Welfare and Institutions Code Section 5960-5960.45. Program funding allocations are subject to the terms and conditions of the RFA, the Application, a Standard Agreement (“Standard Agreement”), and all other legal requirements of the Program.

WHEREAS, the County of Monterey, a political subdivision of the State of California through its Bureau of Behavioral Health (“County”), applied for Program grant funds (“Application”) to DHCS on or about February 13, 2023 for review and consideration.

WHEREAS, on June 23, 2023, the DHCS conditionally selected the County to receive \$20,166,779 in Program funding to establish the Monterey County Regional Mental Health Rehabilitation Center (“MHRC”). This conditional award is contingent on several factors including, but not limited to, confirmation of match, a clean title report, and acceptance of the terms of encumbrance on the property. As one of the conditions, AHP requires the County to

provide a fully executed Resolution. The project funding will become available upon final execution of the County's Program Funding Agreement (also referred to as a contract) with AHP, the Program administrative entity.

WHEREAS, the 100 to 120-bed Regional MHRC will serve transition-aged youth and adults, providing more efficient and cost-effective services by reducing local and state costs associated with out-of-county care. The service area is the entirety of Monterey County, which had approximately 100 out-of-county placements in 2021, having the following race/ethnic composition: Hispanic/Latino 56%; Other 26%, White 14%; Asian 2%; and African American 2%. Additionally, the planned capacity will accommodate overflow clients from San Benito, Santa Cruz, and San Luis Obispo counties, for a total service area of 8,777 square miles.

WHEREAS, the Regional MHRC project will rehabilitate the former 40,000 square foot County jail, located at 1412 Natividad Rd, Salinas, CA 93906 on 2.6 acres (APN 003-851-035-000). The facility is a County-owned, free-standing building sited on a campus consisting of Natividad Hospital, the County's new jail, County Health, Probation, Emergency Services, and Sheriff's departments, the Behavioral Health Bureau administrative offices, and physical and mental health clinics.

NOW, THEREFORE, the Monterey County Board of Supervisors hereby resolved to approve the following:

- a. Ratify the submittal of a grant application ("Application") by the County of Monterey, through its Health Department Behavioral Health Bureau, to the California Department of Health Care Services ("DHCS"), through its administrative entity Advocates for Human Potential, Inc. ("AHP") for a Behavioral Health Continuum Infrastructure Program ("Program") grant in the amount of \$20,166,779 to establish the Monterey County Regional Mental Health Rehabilitation Center; and
- b. Authorize and direct the Director of Health or Assistant Director of Health to execute a "Standard Agreement" with AHP for use in converting the County of Monterey's former jail into a regional mental health rehabilitation center, subject to approval by the Office of County Counsel and Board of Supervisors, in a total amount not exceeding \$20,166,779 from the Program; and
- c. Authorize and direct the Director of Health or Assistant Director of Health to execute and deliver all other documents required or deemed necessary or appropriate to secure the Program funds from the DHCS and to participate in the Program, and all amendments thereto (collectively, the "Program Documents"), subject to approval by the Office of County Counsel and Board of Supervisors; and
- d. Authorize and direct the Director of Health or Assistant Director of Health to execute the Declaration of Restrictions and Performance Deed of Trust to be recorded on behalf of the County of Monterey for participation in the Program, subject to approval by the Office of County Counsel and Board of Supervisors.

PASSED AND ADOPTED on this 22th day of August 2023, by roll call vote:

AYES: Supervisors Alejo, Church, Lopez, Askew, and Adams

NOES: None

ABSENT: None

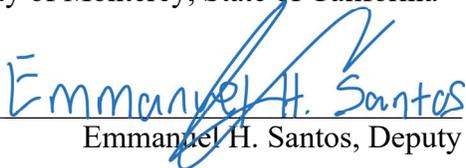
I, Valerie Ralph, Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book 82 for the meeting on August 22, 2023.

Dated: August 29, 2023

File ID: RES 23-138

Agenda Item No. 43

Valerie Ralph, Clerk of the Board of Supervisors
County of Monterey, State of California


Emmanuel H. Santos, Deputy