

**Lead Agency:** County Human Services

**Program Contact:** Edward Jones

**Program Offer Type:** Existing Operating

**Related Programs:**

**Program Characteristics:** In Target

**Executive Summary**

The funds in the county's Behavioral Health Fund, which are maintained by the county, represent the accumulation of any unspent Medicaid dollars annually and interest earned on the fund balance throughout the fiscal year. The use of these funds is restricted by the federal government. The money can be used only for those individuals who are Medicaid eligible and are in need of mental health services authorized by the county according to Center for Medicaid and Medicare Systems (CMS) definition of medical necessity.

**Program Description**

This program offer is only for budgeting and accounting purposes.

The state requires the MHO to have a minimum reserve of \$250,000. Given the mental health responsibilities in our county and the number of Verity - Oregon Health Plan (OHP) members Multnomah County is responsible for, it would not be prudent to maintain the reserve at this minimum level. Best practice would support the need to maintain a minimum reserve account balance of \$12 million dollars. This amount approximately represents 3 months of operating capital that would be needed to support a system of Multnomah County's size. This would cover any reasonable but unexpected cost increases within our system or the need to transition existing business to another entity.

**Performance Measures**

Measure Type	Primary Measure	Previous Year Actual (FY11-12)	Current Year Purchased (FY12-13)	Current Year Estimate (FY12-13)	Next Year Offer (FY13-14)
Output		0	0	0	0
Outcome		0	0	0	0

**Performance Measure - Description**

**Legal/Contractual Obligation****Revenue/Expense Detail**

	<b>Proposed General Fund</b>	<b>Proposed Other Funds</b>	<b>Proposed General Fund</b>	<b>Proposed Other Funds</b>
<b>Program Expenses</b>	2013	2013	2014	2014
Unappropriated & Contingency	\$0	\$13,255,558	\$0	\$14,737,238
<b>Total GF/non-GF:</b>	<b>\$0</b>	<b>\$13,255,558</b>	<b>\$0</b>	<b>\$14,737,238</b>
<b>Program Total:</b>	<b>\$13,255,558</b>		<b>\$14,737,238</b>	
Program FTE	0.00	0.00	0.00	0.00
<b>Program Revenues</b>				
Other / Miscellaneous	\$0	\$13,255,558	\$0	\$14,737,238
<b>Total Revenue:</b>	<b>\$0</b>	<b>\$13,255,558</b>	<b>\$0</b>	<b>\$14,737,238</b>

**Explanation of Revenues**

\$14,671,218 Beginning Working Capital as of 7/1/13  
 \$66,020 Estimate of interest earned during FY14

**Significant Program Changes**

**Last year this program was:** #25101, Mental Health Beginning Working Capital  
 In FY13 program offer 25055B included \$2,062,583 of the total beginning working capital. For FY14, that program offer is requesting County general fund out of target.