

THE BOARD OF SUPERVISORS OF THE COUNTY OF STANISLAUS
ACTION AGENDA SUMMARY

DEPT: Behavioral Health And Recovery Services

BOARD AGENDA # *B-6

Urgent

Routine

ms

AGENDA DATE April 28, 2015

CEO Concurs with Recommendation YES NO
(Information Attached)

4/5 Vote Required YES NO

SUBJECT:

Approval of Amendments to Agreements with Two Institutions for Mental Disease for Services to Adults with Serious Mental Illness for Fiscal Year 2014-2015

STAFF RECOMMENDATIONS:

1. Approve amendments to agreements with California Psychiatric Transitions, Inc. and with Telecare IMD Treatment Facilities for adults with serious mental illness in need of an Institution for Mental Disease through the end of Fiscal Year 2014-2015.
2. Authorize the Behavioral Health Director, or her designee, to sign the amendments with California Psychiatric Transitions, Inc. and with Telecare IMD Treatment Facilities for adults with serious mental illness.

FISCAL IMPACT:

The Fiscal Year 2014-2015 operating budget for Behavioral Health and Recovery Services includes funding in the amount of \$197,000 for amendments to the agreements with the two institutions for mental disease providers. As recommended for approval by the Board of Supervisors, the three-year cumulative total of these agreements from July 1, 2012 to June 30, 2015 would be \$3,095,227.

There is no impact to the County General Fund.

BOARD ACTION AS FOLLOWS:

No. 2015-182

On motion of Supervisor De Martini, Seconded by Supervisor Chiesa

and approved by the following vote,

Ayes: Supervisors: O'Brien, Chiesa, Monteith, De Martini, and Chairman Withrow

Noes: Supervisors: None

Excused or Absent: Supervisors: None

Abstaining: Supervisor: None

1) Approved as recommended

2) Denied

3) Approved as amended

4) Other:

MOTION:

ATTEST:


CHRISTINE FERRARO TALLMAN, Clerk

File No.

Approval of Amendments to Agreements with Two Institutions for Mental Disease for Services to Adults with Serious Mental Illness for Fiscal Year 2014-2015

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DISCUSSION:

Behavioral Health and Recovery Services (BHRS) continues to experience an increased demand to place severely mentally ill adults in treatment facilities. In addition to the increased need, Stanislaus County is experiencing a shortage of Board and Care beds, which are a step-down option for individuals in Institutions for Mental Disease (IMDs). As a result, individuals are being kept in IMDs longer than anticipated, thus increasing the capacity need in IMDs.

On May 20, 2014, the Board of Supervisors approved agreements for Fiscal Year 2014-2015 with the organizations listed in the table below to provide care for adults with serious mental illness in need of the services of an Institution for Mental Disease (IMD). On March 3, 2015, the Board of Supervisors approved \$488,000 in amendments to these two providers of care for adults with serious mental illness. These organizations have agreed to provide additional services to accommodate the continued increase in need. Behavioral Health and Recovery Services requests approval to amend the current agreements with these provider organizations a second time, by increasing the contract maximums in the current fiscal year by a total of \$197,000. The maximum total of these contracts for Fiscal Year 2014-2015 would increase to \$1,685,000 from the previously amended total of \$1,488,000.

As required by the Board of Supervisors, the following table includes a cumulative value of prior contracts with these vendors for the period of July 1, 2012 through June 30, 2015.

Budget Unit	Contractor	Description of Service Provided or Position Held	Previous Contract Amounts for the Period 07/01/12 through 6/30/15	Proposed Additional Amount for FY 07/01/14 through 6/30/15	Cumulative Contract Total
Mental Health	California Psychiatric Transitions, Inc. Delhi, CA	Institute for Mental Disease (IMD) – Treatment Facility	\$2,053,400 7/1/12 – 6/30/14 \$1,032,900 7/1/14 – 6/30/15 \$1,020,500	\$115,000	\$2,168,400
Mental Health	Telecare IMD Treatment Facilities Hayward, CA Long Beach, CA Oakland, CA Redwood City, CA San Leandro, CA	Institute for Mental Disease (IMD) – Treatment Facilities	\$844,827 7/1/12 – 6/30/14 \$377,327 7/1/14 – 6/30/15 \$467,500	\$82,000	\$926,827

POLICY ISSUE:

Approval of this agenda item supports the Board of Supervisors' priorities of A Healthy Community, Effective Partnerships and Efficient Delivery of Public Services by contracting with community providers to deliver the needed services at an appropriate level of care in a cost effective manner.

STAFFING IMPACT:

Existing staff is available to monitor the agreements and support the programs contained therein. There is no additional staffing impact associated with the approval of this agenda item.

CONTACT PERSON:

Madelyn Schlaepfer, Ph.D. Behavioral Health Director 525-6205

**SECOND AMENDMENT
TO INDEPENDENT CONTRACTOR AGREEMENT**

This Amendment is made and entered into in the City of Modesto, State of California, by and between the County of Stanislaus (hereinafter referred to as "County"), and California Psychiatric Transitions, a California Corporation (hereinafter referred to as "Contractor"), for and in consideration of the premises, and the mutual promises, covenants, terms, and conditions hereinafter contained. This Agreement is effective the date of the last signature.

WHEREAS, County and Contractor entered into an agreement dated July 1, 2014 to provide care for adults with serious mental illness in need of an institution for mentally diseased clients; and

WHEREAS, County has experienced an increased need and Contractor has agreed to provide additional bed days and enhanced services; and

NOW, THEREFORE, in consideration of mutual promises, covenants, terms, and conditions hereinafter contained, the Agreement, which was entered into on July 1, 2014, is amended to increase the contract maximum amount by \$115,000 from \$1,020,500 to \$1,135,500, increasing by 323 additional bed days from 2,889 to 3,212 bed days and increasing enhanced services by approximately 30 hours from 290 hours to 320 hours of Enhanced Services. This amendment is incorporated into the Agreement as follows:

- I. Exhibit A, Section D Compensation, Item 4 is deleted in its entirety and replaced with the following:
 4. The parties hereto acknowledge the maximum amount to be paid by the County for services provided shall not exceed \$1,135,500 for the term of this Agreement. This amount is estimated based on approximately 3,212 bed days and approximately 320 hours of Enhanced Services Add-on.
- II. All other terms and conditions of said Agreement shall remain in full force and effect.

IN WITNESS WHEREOF, the parties have executed this Amendment on the date indicated.

(SIGNATURES SET FORTH ON FOLLOWING PAGE)

COUNTY OF STANISLAUS
BEHAVIORAL HEALTH AND
RECOVERY SERVICES

CALIFORNIA PSYCHIATRIC
TRANSITIONS, INC

Cherie Doering, CEO For 5-5-15

Madelyn Schlaepfer, Ph.D., CEAP Date
Behavioral Health Director

Donna McGowan Date
Director

APPROVED AS TO FORM:
John P. Doering, County Counsel

Marc Hartley

Marc Hartley
Deputy County Counsel

BOS Action Item: 2015-182 Date: April 28, 2015

COUNTY OF STANISLAUS
BEHAVIORAL HEALTH AND
RECOVERY SERVICES

CALIFORNIA PSYCHIATRIC
TRANSITIONS, INC

Madelyn Schlaepfer, Ph.D., CEAP Date
Behavioral Health Director

Donna McGowan *4/2/15*

Donna McGowan Date
Director

APPROVED AS TO FORM:
John P. Doering, County Counsel

Marc Hartley
Deputy County Counsel

BOS Action Item: 2015-182 Date: April 28, 2015

**SECOND AMENDMENT
TO PROVIDER AGREEMENT**

This Amendment is made and entered into in the City of Modesto, State of California, by and between the County of Stanislaus (hereinafter referred to as "County"), and Telecare Corporation, a California Corporation, (hereinafter referred to as "Contractor"), effective the date of the last signature, for and in consideration of the premises, and the mutual promises, covenants, terms, and conditions hereinafter contained.

WHEREAS, County and Contractor entered into an agreement dated July 1, 2014 to provide mental health services at treatment facilities for adults who have a serious mental illness; and

WHEREAS, County has experienced an increased need and Contractor has agreed to provide additional services due to a rise in hospitalizations.

NOW, THEREFORE, in consideration of the mutual promises, covenants, terms, and conditions hereinafter contained, the Agreement, which was entered into on July 1, 2014, is amended to increase the contract maximum amount by \$82,000, from \$467,500 to \$549,500. This amendment is incorporated into the Agreement as follows:

- I. Exhibit A, Section C, Item 2 of the agreement is deleted in its entirety and replaced with the following:
 2. In consideration of CONTRACTOR's provision of services required under this Agreement, COUNTY shall reimburse CONTRACTOR an amount not to exceed the Contract Maximum of \$549,500. CONTRACTOR shall invoice COUNTY monthly for the services delivered in the previous month, under the terms of this Agreement. COUNTY shall reimburse CONTRACTOR for any undisputed invoices, which COUNTY and CONTRACTOR agree represent the costs of delivering the services required under the terms of this Agreement for the period covered by the invoice, within 30 days of invoice receipt. The CONTRACTOR shall provide a monthly expenditure report to accompany the invoice in support of the program cost on the invoice.
- II. All other terms and conditions of said Agreement shall remain in full force and effect.

IN WITNESS WHEREOF, the parties have executed this Amendment on the date(s) shown below.

(SIGNATURES SET FORTH ON FOLLOWING PAGE)

COUNTY OF STANISLAUS
BEHAVIORAL HEALTH AND
RECOVERY SERVICES

TELECARE CORPORATION

Cherie Dockery, CEAP 5-5-15
Madelyn Schlaepfer, Ph.D., CEAP Date
Behavioral Health Director

Faith Richie Date
Senior Vice President

APPROVED AS TO FORM:
John P. Doering, County Counsel

Marshall D. Langfeld Date
Senior Vice President and CFO

Marc Hartley
Marc Hartley
Deputy County Counsel

BOS Action Item: 2015-182 Date: April 28, 2015

COUNTY OF STANISLAUS
BEHAVIORAL HEALTH AND
RECOVERY SERVICES

TELECARE CORPORATION

Madelyn Schlaepfer, Ph.D., CEAP Date
Behavioral Health Director

Faith Richie 4-13-15

Faith Richie Date
Senior Vice President

APPROVED AS TO FORM:
John P. Doering, County Counsel

Marshall D. Langfeld 4/13/15

Marshall D. Langfeld Date
Senior Vice President and CFO

Marc Hartley
Deputy County Counsel

BOS Action Item: 2015-182 Date April 28, 2015