

210

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



**FROM:** Director of Mental Health

**SUBMITTAL DATE:**  
March 25, 2004

**SUBJECT:** Approve First Amendment to the FY 2003/2004 Managed Care Consolidation Contract with the State Department of Mental Health. (All Districts)

**RECOMMENDED MOTION:** Move that the Board of Supervisors:

- 1) Approve the First Amendment to the FY 2003/2004 Medi-Cal Managed Care Agreement with the State Department of Mental Health.
- 2) Authorize the Director of Mental Health to sign the Agreement.

**BACKGROUND:** Under new Medicaid Managed Care (MMC) regulations, effective June 14, 2002, Mental Health Plans (MHPs) included in the Medi-Cal managed care program administered by the State Department of Mental Health (DMH) are considered Prepaid Inpatient Health Plans (PIHPs) and are required to comply with MMC regulations that apply to PIHPs.

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THIS AGREEMENT HAS BEEN FORM APPROVED BY THE OFFICE OF COUNTY COUNSEL

JJR:TN

*[Signature]*  
John J. Ryan, Director  
Department of Mental Health

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$ 7,716,365	In Current Year Budget:	yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	no
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2003/2004

<b>SOURCE OF FUNDS: State 100%</b>	<b>Positions To Be Deleted Per A-30</b>	<input type="checkbox"/>
	<b>Requires 4/5 Vote</b>	<input type="checkbox"/>

**C.E.O. RECOMMENDATION:**

**APPROVE**

**County Executive Office Signature**

*[Signature]*  
Dan Matting

Departmental Concurrence

FORM APPROVED COUNTY COUNSEL

APR 12 2004

BY *[Signature]*

Consent  
 Policy  
  
 Consent  
 Policy

**SUBJECT:** Approve First Amendment of the FY 2003/2004 Managed Care Consolidation Contract with the State Department of Mental Health. (All Districts)

**(BACKGROUND CONT'D.)**

Medi-Cal, California's Medicaid program, is administered by the California Department of Health Services (DHS). The Medi-Cal managed mental health care program is administered by DMH via an Interagency Agreement with the Riverside County Department of Mental Health (DOMH).

On October 21, 2003, the Board approved item 3.33, the FY 03/04 Medi-Cal Mental Health Consolidation Agreement with the State Department of Mental Health (DMH). On November 19, 2003, DMH provided proposed amendments, to be effective January 1, 2004, necessary to implement the federal Medicaid Managed Care regulations.

The amendment to this contract reflects primarily regulatory changes. The amount of this contract was adjusted by the State to increase the interim allocation amount to reflect the final allocation amount based on the FY 2003-04 State budget and the amounts determined by DMH in consultation with the California Mental Health Director's Association (CMHDA). No County funds are required.

FY 03/04 Interim Allocation	Increase/Decrease	Final FY 03/04 Allocation
\$7,664,642	\$51,723	\$7,716,365