

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

520



FROM: Department of Mental Health

SUBMITTAL DATE:
May 3, 2004

SUBJECT: 1ST AMENDMENT TO THE MANAGED CARE AGREEMENT WITH THE CALIFORNIA MENTAL HEALTH DIRECTORS ASSOCIATION.

RECOMMENDED MOTION: Move that the Board of Supervisors:

1. Approve the 1st Amendment to the Agreement with the California Mental Health Directors Association, and,
2. Authorize the Chairman of the Board of Supervisors to sign the amendment.

BACKGROUND: Continue on next page

THIS CONTRACT HAS BEEN FORM APPROVED BY THE OFFICE OF COUNTY COUNSEL.

JJR:TN

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

FINANCIAL DATA

Current F.Y. Total Cost:	\$475,000	In Current Year Budget:	YES
Current F.Y. Net County Cost:	\$-0-	Budget Adjustment:	NO
Annual Net County Cost:	\$ 0	For Fiscal Year:	FY 03/04

SOURCE OF FUNDS: STATE 46.7%; FEDERAL 53.3%

Positions To Be Deleted Per A-30	<input type="checkbox"/>
Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

County Executive Office Signature

[Signature: Dan Martinez]

- Dept't Recomm.: Consent Policy
- Per Exec. Ofc.: Consent Policy

Prev. Agn. Ref.: 8/26/03 ; 3.57 | District: ALL | Agenda Number:

**ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD**

3.19

FORM APPROVED COUNTY COUNSEL
MAY 04 2004
BY *[Signature]*
Departmental Concurrence

SUBJECT: 1ST AMENDMENT TO THE FY 03/04 MANAGED CARE AGREEMENT WITH THE CALIFORNIA MENTAL HEALTH DIRECTORS ASSOCIATION

BACKGROUND: (Continued)

On January 29, 2002, Agenda Item 3.23, the Board adopted a resolution authorizing the State Department of Mental Health, to transfer to the California Mental Health Director's Association (CMHDA), \$59,110 of the State General Funds designated to Riverside County Department of Mental Health, to provide Early and Periodic Screening Diagnosis and Treatment (EPSDT).

Arranging for the provision of Medi-Cal specialty mental health services for all Riverside County Medi-Cal beneficiaries became the responsibility of Riverside County Department of Mental Health as of November 1997. Shortly after this responsibility was transferred, the Department began to experience problems obtaining mental health services for the approximately 200 children and adolescents placed in out-of-county facilities. Often, local providers were unavailable or unwilling to accept referrals of out-of-county beneficiaries. Since Riverside County was not involved in the credentialing of the out-of-county providers, it was often difficult to ensure that the beneficiaries were receiving quality care.

The State Department of Mental Health and the California Mental Health Director's Association have developed a statewide solution that allows individual counties, such as Riverside County, to maintain control and oversight with each client yet allows children and adolescents placed out-of-county to access mental health services quickly from credentialed providers. Children and adolescents placed out-of-county needing mental health services will be able to access the services much more quickly than in past years under this agreement.

A Board of Supervisor's Resolution was approved on September 11, 2001, Agenda Item, 3.40 that authorized the transfer of Riverside County's share of the State General Fund to CMHDA to provide funding for the Administrative Services Organization (ASO) contract for Riverside County recipient's EPSDT services for FY 2001/02. The advanced payment from the State General Fund was increased from \$59,100 to \$79,110 for FY 2001/02 due to a greater usage of the Administrative Services Organization services. The Board approved a contract maximum of \$165,000 for FY

SUBJECT: 1ST AMENDMENT TO THE FY 03/04 MANAGED CARE AGREEMENT WITH THE CALIFORNIA MENTAL HEALTH DIRECTORS ASSOCIATION

2001/02. The contract maximum was increased to \$300,000 for FY 2002/03 and authorization was granted to the Mental Health Director to approve similar transfers of funds, not to exceed \$300,000. A Board of Supervisor's Resolution was approved on August 8, 2003 for FY 2003/04 to increase the advance to \$175,000 for FY 2003/04. The Board also approved a contract maximum of \$350,000 for FY 2003/04 and granted authorization to the Mental Health Director to approve similar transfers of funds, not to exceed \$350,000.

The Department has been tracking reimbursement and utilization of services provided by the Administrative Services Organization (ASO). ASO service utilization has continued to increase in this fiscal year, due to an increase in out of county placement (approximately 408 children and adolescents) as a result of continued awareness of out of county service availability.

Based on current utilization and projections that services will continue to increase, it will be necessary to increase CMHDA's contract with the Department as noted below in order to continue to provide uninterrupted mental health services for FY 2003/04.

CONTRACT PROVIDER	CURRENT CONTRACT AMOUNT	INCREASE AMOUNT	MAXIMUM AMOUNT OF CONTRACT
CALIFORNIA MENTAL HEALTH DIRECTOR'S ASSOCIATION	\$350,000	\$125,000	\$475,000

There are sufficient funds in the Department's budget for FY 2003/04; no additional County funds are required.

PERFORMANCE PERIOD

The period of performance is July 1, 2003 through June 30, 2004.