

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



641

FROM: Director of Mental Health

SUBMITTAL DATE:
May 17, 2004

SUBJECT: Approval of FY 2004/2005 Managed Care Consolidation Agreement between the State Department of Mental Health and the Riverside County Department of Mental Health and approve Resolution 2004-275

RECOMMENDED MOTION: Move that the Board of Supervisors:

- 1) Approve the FY 04/05 Medi-Cal Managed Care Agreement with the State Department of Mental Health; and,
- 2) Approve Resolution 2004-275; authorizing the Chairman of the Board to execute the Agreement.

BACKGROUND: On June 20, 2000, Agenda Item #3.40, the Board approved the FY 99/00 Medi-Cal Mental Health Consolidation Agreement with the State Department of Mental Health. The State's Medi-Cal Mental Health Plan is to systematically consolidate Short/Doyle (S/D) and Fee for Service (FFS) Medi-Cal mental health services to create an integrated Medi-Cal Managed Care Mental Health system operated at the County level. S/D Medi-Cal targets consumers who are seriously and persistently mentally ill, while FFS consumers traditionally require a lower frequency of services and lower intensity of care.

Departmental Concurrence

Continued on next page....

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

JJR:KS:TN

John J. Ryan, Director
Department of Mental Health

FINANCIAL DATA	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:	2004/05

SOURCE OF FUNDS: Medi-Cal 100%	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

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

Prev. Agn. Ref.: 3.33 of 10/21/03 | **District:** All | **Agenda Number:**

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

3.21

FORM APPROVED COUNTY COUNSEL

MAY 18 2004

BY

SUBJECT: Approval of FY 2004/2005 Managed Care Consolidation Agreement between the State Department of Mental Health and the Riverside County Department of Mental Health

BACKGROUND (CONT'D.):

The consolidations of the State's Medi-Cal Mental Health Plan's Short/Doyle and Fee for Service programs were implemented under two phases.

Phase I, Inpatient Consolidation, which was implemented in January 1995, gave responsibility to the Department for authorization and payment of the State Medi-Cal match for all medically necessary acute psychiatric inpatient services for Riverside County Medi-Cal beneficiaries.

Phase II, Specialty Mental Health Consolidation, which was implemented on November 1, 1997, gave the Department responsibility for the following:

1. Medi-Cal authorization and payment of the State/local Medi-Cal match for all medically necessary Specialty Mental Health Services for Riverside County Medi-Cal beneficiaries under the shared risk model.
2. Submit Medi-Cal claims directly to the State Department of Mental Health for services provided by mental health professionals such as psychiatrist and psychologist.
3. Assure access for covered Specialty Mental Health services continue to be at least as good as before transferring of responsibility to the County's Mental Health Plan.

This Managed Care agreement covers both Inpatient Consolidation Services and Specialty Mental Health Services for Riverside County Medi-Cal beneficiaries.

The State Managed Care allocation is set annually on a formula basis as determined by the State Department of Mental Health, in consultation with a statewide organization representing counties pursuant to Section 5778 of the Welfare & Institutions Code. Riverside County's FY 04/05 allocation is \$7,716,365.

This agreement provides a total allocation of \$7,716,365 for FY 04/05. Approval of this agreement is necessary in order for Riverside County to receive this allocation. There are sufficient funds in the Department's budget. No County funds are required.