

741

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



**FROM:** Director Of Mental Health

**SUBMITTAL DATE:**  
5/13/04

**SUBJECT:** AMEND THE DEPARTMENT OF MENTAL HEALTH FY 03/04 CONTRACT WITH HUMANISTIC FOSTER FAMILY AGENCY, INC.

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

1. Approve the increase of the maximum obligation amount of the contract agreement with Humanistic Foster Family Agency, Inc.
2. Authorize the Chairman of the Board to sign the amendment.

**BACKGROUND:** Continue on next page

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

Departmental Concurrence

JJR:TN

*for* John J. Ryan, Director  
Department of Mental Health

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$ 55,000	In Current Year Budget:	YES
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	NO
	Annual Net County Cost:	\$ 0	For Fiscal Year:	FY 2003/2004

<b>SOURCE OF FUNDS:</b> Medi-Cal/FFP 50%, State 50%	<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**

*Don Mattingly*

MAY 18 2004

Consent  
 Policy  
 Per Exec. Ofc.  
 Policy

Prev. Agn. Ref.: 3.19 6/24/03

District: ALL

Agenda Number:

3.37

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

SUBJECT: AMEND THE DEPARTMENT OF MENTAL HEALTH FY 03/04 CONTRACT WITH HUMANISTIC FOSTER FAMILY AGENCY, INC.

The Department of Mental Health began assuming responsibility for managing Medi-Cal funds for mental health services in January 1995, doing business as the Riverside County Mental Health Plan. Phase I of the Mental Health Plan, Inpatient Consolidation, allowed the Department to assume responsibility for authorization of the State Medi-Cal Inpatient services. Then in Phase II, the Department assumed responsibility for authorization of outpatient specialty mental health services. These specialty mental health services are Medi-Cal covered services and are contracted out by the Department to selected providers. Contracts for specialty mental health services from the managed care providers are not to exceed \$100,000 for each provider. The total Managed Care aggregate for Mental Health Plan providers is \$4,163,465. The managed care providers, under the Mental Health Plan provide services to Medi-Cal beneficiaries, DPSS, and Public Guardian consumers. The Department currently has 181 approved Individual and 18 approved "Organization" providers.

Managed Care Individual Providers selected through the Request for Qualifications (RFQ) process were required to submit an application detailing their experience and credentials. The applications were verified by a credentialing firm, which specializes in this field. The selected Individual Providers were added to the Department's list of available Individual Providers for mental health services. The Request for Proposals (RFP) process solicits the participation of organizational providers. RFP's are issued as demographic needs or provider expertise needs are identified. In addition, RFP's are issued when a number of organizational providers express an interest in participating in the Mental Health Plan. The most recent RFP was issued September 24, 2001. A screening committee made up of Mental Health clinical and administrative staff reviews RFP's for performance capability, scope and soundness of approach, staffing, and reimbursement rates.

The Department has been monitoring the actual monthly expenditures and amending contracts as necessary. The Department continues to monitor the actual monthly expenditures and has found that Humanistic will exceed their current contract amount. This agency has received increased referrals from the Department of Mental Health due to unanticipated increased demand for mental health specialty services in their service area. Humanistic is currently the only agency provider in the Moreno Valley service area.

SUBJECT: AMEND THE DEPARTMENT OF MENTAL HEALTH FY 03/04  
CONTRACT WITH HUMANISTIC FOSTER FAMILY AGENCY, INC.

<b>CONTRACT PROVIDER</b>	<b>CURRENT CONTRACT AMOUNT</b>	<b>INCREASE AMOUNT</b>	<b>MAXIMUM AMOUNT OF CONTRACT</b>
Humanistic	\$75,000	\$55,000	\$130,000

The Department therefore requests that the Board of Supervisors to approve the amendment and authorize the Chairman of the Board to sign the amendment. The Department will continue to monitor monthly expenditures to ensure that this new contract amount and the aggregate amount are not exceeded.

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.