

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

257



FROM: Department of Public Social Services

SUBMITTAL DATE:
6/29/04

SUBJECT: Amendment No. 9 to AP 0421-00 01/05 with Addus HealthCare, Inc.

RECOMMENDED MOTION: That the Board of Supervisors approves and:

1. Authorizes the Chairman of the Board to sign the attached Amendment No. 9 to AP 0421-00 01/05 between Riverside County Department of Public Social Services (DPSS) and Addus HealthCare, Inc. (Addus) to :
 - a) Extend the agreement from August 1, 2001 through June 30, 2005;
 - b) Decrease the service hour rate by approximately \$.05, from \$16.07 to \$16.02, as reflected in the Budget Narrative (Exhibit E) July 1, 2004 through June 30, 2005, submitted by Addus HealthCare, Inc.;
 - c) Increase the contract service hours by 1,478,735 hours (from 3,183,124 to 4,661,859) for the period August 1, 2001 through June 30, 2005;

Departmental Concurrence

Dennis J. Boyle

Dennis J. Boyle, Director

(Continued -2 pages in total)

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 23,690,554	In Current Year Budget:	Partial
	Current F.Y. Net County Cost:	\$ 4,470,408	Budget Adjustment:	No
	Annual Net County Cost:	\$ 4,470,408	For Fiscal Year:	04/05

SOURCE OF FUNDS: Federal 46.07%, State 35.06%, County 18.87%	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 *Dan Martiz*

Consent
 Policy
 Consent
 Policy

Dep't Recomm.:
 Per Exec. Ofc.:

Prev. Agn. Ref.: 7/31/01-3.32, 6/25/02-3.42, 3.43, 12/23/02-3.33, 2/28/03-3.10, 4/21/03-3.53, 11/26/03-3.21
District: All
Agenda Number:

3.24

ATTACHMENTS FILED WITH THE CLERK OF THE BOARD

TO: BOARD OF SUPERVISORS

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RECOMMENDED MOTION: (continued)

- d) Increase the contract Maximum Reimbursable Amount by \$23,690,554 (from \$50,013,583 to \$73,704,137) for the period August 1, 2001 through June 30, 2005; and
- e) Authorize the Director of DPSS to administer the Agreement.

BACKGROUND:

On July 31, 2001 (Agenda #3.32), your Honorable Board approved Agreement AP 0421 00 01/03 with Addus to provide In-Home Supportive Services (IHSS) for elderly, blind, and disabled residents of Riverside County. Amendments 1 - 8 were approved which modified various exhibits, contract rates, service hours, contract Maximum Reimbursable Amounts, the Maximum Allowable Contract Rate (MACR) and adjusted for Workers' Compensation changes.

Amendment No. 9 to AP 0421-00 01/05 would renew the Agreement for one year and accomplish the following:

- Increases authorized service hours from 3,183,124 to 4,661,859, and
- Increases the contract Maximum Reimbursable Amount from \$50,013,583 to \$73,704,137 for the cumulative period August 1, 2001 through June 30, 2005.

FINANCIAL IMPACT:

The hours authorized in the FY 04/05 contract will enable Addus to provide the full amount of services approved for eligible clients. For various reasons, our clients do not always fully utilize the service levels approved. As a result, we have budgeted at a level that is consistent with actual expenses incurred, but is less than the amount provided for in the contract. If Addus provides the full amount of services authorized, the budget would need to be increased by \$2,913,819, of which \$528,701 would be the County's share. DPSS will closely monitor the contract utilization and will make appropriate adjustments to the contract and budget as needed.

The County share is Realignment revenue, which is received two years in arrears provided that economic conditions permit sufficient revenues to be generated. In the interim, the County share is provided by the General Fund.

CONCUR/EXECUTE: County Counsel