

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



332

FROM: Director of Mental Health

SUBMITTAL DATE:
July 1, 2004

SUBJECT: Ratify Out-of State Mental Health Contracts

RECOMMENDED MOTION: Move that the Board of Supervisors:

1. Ratify the Out-of-State Mental Health contract with Devereux Texas Treatment Centers, Inc.,
2. Authorize the Chairman of the Board to sign the contract,
3. Authorize the Purchasing Agent to add, delete or shift funds to or from qualified out-of-state mental health contracts for an amount not to exceed \$100,000 each, nor an aggregate amount of \$500,000 annually through June 30, 2008,
4. Exempt the Purchasing Agent from the requirement to report sole source contracts under \$100,000 each, not exceed the aggregate amount of \$500,000 for all out-of-state contracts,

BACKGROUND:

In 1996, AB2726, now Chapter 654, was enacted and made effective on July 1, 1997 changing the fiscal and programmatic responsibilities from local school districts to County mental health agencies for the mental health treatment costs associated with out-of-state residential placements.
Continued on page 2...

THESE CONTRACTS HAVE BEEN APPROVED AS TO FORM BY COUNTY COUNSEL

JJR:KDS:DK

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

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 500,000	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	\$0
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2004/2005 to 2007/2008
SOURCE OF FUNDS: State 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

[Signature: Dan Martin]

Purchasing: *[Signature]*
ASST. Director

Departmental Concurrence

Department Recommendation: Consent Policy
Per Executive Office: Consent Policy

COUNTY OF RIVERSIDE
OFFICE OF THE CLERK
JUL 1 2004
COUNTY OF RIVERSIDE

SUBJECT: Ratify Out-of-State Mental Health Services Agreements

BACKGROUND (Continued)

Out-of-State placement is necessary because clients have either failed in multiple local residential treatment programs or have been refused admission by multiple programs in California. Staff from the Department of Mental Health conducts quarterly site visits and contract monitoring to ensure contract compliance.

On November 6, 2001, Agenda 3.33, the Board authorized the Purchasing Agent to contract for out-of-state child placement mental health services on behalf of the Department of Mental Health for an amount not greater than \$100,000 each up to a total aggregate of \$300,000. This authorization continues through June 30, 2004. Any contract greater than \$100,000 requires the Board approval. Additionally, the Board exempted the Purchasing Agent from the requirement to report sole source contracts under \$100,000 when adding Out-of-State facilities to the existing list of vendors.

In FY 2002/03, the Out-of-State services contracts served up to 10 youths. In FY03/04, due to population growth and an expanded effort to provide mental health services to Probation and DPSS Foster Care youth, the Department of Mental Health realized an increase up to 17 children needing out-of-state services.

On March 16, 2004, Agenda No. 3.10, the Board approved an amendment to the FY03/04 contract with Devereux Texas Treatment Network, increasing the contract maximum to \$227,631. The Department requests approval of the FY04/05 Devereux Texas Treatment Network contract to continue services.

In addition, the Department requests the authorization of the Purchasing Agent to add/delete/shift funds between contracts for an amount not to exceed \$100,000 each contract. The Department requests an increase in the aggregate from \$300,000 to \$500,000. The aggregate amount includes both Board approved contracts and Purchasing Agent authority contracts for less than \$100,000. The increase in the aggregate will allow for a timely response to the growth or reductions in out-of-state placements.

In summary, the following table shows the FY04/05 contracts as proposed. Due to the nature of the out-of-state placements, often there is little notice before placement is required. On occasion, the Department needs to consider modification of existing contracts or identifying a new contractor where an opening is available for placement. The item noted in the table below titled "pending contracts" is funding set-aside to address the eventual need for adjustment or addition of a contract:

SUBJECT: Ratify Out-of-State Mental Health Services Contracts

Contractor	FY03/04	Change	FY04/05	No. of Clients
BOARD APPROVAL REQUESTED				
Devereux Texas	\$227,631	(\$1)	\$227,630	8
COUNTY PURCHASING AGENT DELEGATED APPROVAL REQUESTED				
Colorado Boys Ranch	\$36,657	\$2,237	\$38,894	1
Daystar	\$58,400	\$0	\$58,400	2
Excelsior	\$21,604	\$435	\$22,039	1
Mental Health Services	\$22,630	\$4,745	\$27,375	1
Pending Contracts	\$0	\$125,662	\$125,662	4
Total	\$366,922	\$133,078	\$500,000	17

The rates are competitive with other California rates. DMH staff in consultation with L.A. County, found the Riverside County rates to be reasonably close in price considering the specific terms of each contract.

The Out-of-State Child Placement Mental Health Services Agreements have been reviewed by the County Purchasing Agent and have been form approved by County Counsel.

Attachments A & B describe the requested Board contract for Devereux Texas Treatment Network for \$227,630.

There are sufficient funds in the Department's FY 04/05 budget for placement of Riverside County youth in out-of-state residential facilities. No additional county funds are required.

**ATTACHMENT A
RIVERSIDE COUNTY
DEPARTMENT OF MENTAL HEALTH
OUT-OF-STATE CONTRACTS
FY 2004/2005**

Children's Program

Devereux Texas
Treatment Network

10000-4100207722-83550-530280
State 100%

\$ 227,630

**ATTACHMENT B
RIVERSIDE COUNTY
DEPARTMENT OF MENTAL HEALTH
OUT-OF-STATE CONTRACTS
FY 2004/2005**

**Children's Region
DEVEREUX TEXAS TREATMENT NETWORK
1150 Devereux Drive
League City, Texas 77573**

DEVEREUX TEXAS TREATMENT NETWORK operates a highly supervised and structured residential, educational and day treatment program for children who are experiencing serious emotional and/or behavioral problems. The contractor is located out-of-state. The program provides intensive residential services aimed at stabilizing and treating children so that they can function in other settings. Their emphasis is to assist youth that have either failed in multiple local residential treatment programs or have been refused admission by multiple programs in California.

	FISCAL YEAR	AMOUNT
Contract Maximum	FY03/04	\$227,631
Increase or Decrease	FY04/05	(\$1)
Renewal Contract	FY04/05	\$227,630