

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

959



**FROM:** Mental Health Department

**SUBMITTAL DATE:**

June 17, 2005

**SUBJECT:** Approval of Fiscal Year 2005/2006 Managed Care Hospital Contracts

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

- 1) Approve the Department of Mental Health contracts with providers as specified in Attachment A;
- 2) Authorize the Chairman of the Board to sign the agreements.

**BACKGROUND:** On December 6, 1996, item 3.25, the Board approved a motion to authorize the Department of Mental Health to function as the Mental Health Plan (MHP), responsible for authorization and payment of the State Medi-Cal match for all medically necessary acute psychiatric inpatient hospital services for Riverside County Medi-Cal beneficiaries, with the Director serving as the MHP's administrator.

Departmental Concurrence

**THESE CONTRACTS HAVE BEEN FORM APPROVED BY THE OFFICE OF THE COUNTY COUNSEL**

JW:KS:TN

*Jerry Wengert*  
\_\_\_\_\_  
Jerry Wengert, Director  
Department of Mental Health

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$ 689,647	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	FY 05/06

<b>SOURCE OF FUNDS:</b> 100% State	<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**

*Dan Martin*  
\_\_\_\_\_

- Policy
- Policy
- Consent
- Consent

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

**Prev. Agn. Ref.:** 3.25 of 12/06/96; 3.32 of 06/08/2004 **District:** All

**Agenda Number:**

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

**3.31**

**SUBJECT: Approval of Fiscal Year 2005/2006 Managed Care Hospital Contracts**

**BACKGROUND: Continued**

In November 1997, the State gave the following responsibility to the MHP Administrator to systematically consolidate Short/Doyle and Fee for Service Medi-Cal Mental Health System operated at the County level: 1) authorization and payment of the State/local Medi-Cal match for all medically necessary acute psychiatric inpatient hospital specialty mental health services for Riverside County Medi-Cal beneficiaries; 2) submission of Medi-Cal claims directly to the State Department of Mental Health for mental health professional services; and 3) assurance of access for covered specialty mental health services and continuity of the quality of care previously provided to beneficiaries prior to the Department's role as Administrator.

The services provided by these hospitals include psychiatric inpatient hospital services for emotionally disturbed minors and seriously mentally ill older adults in need of acute psychiatric inpatient hospital services. Specific services include psychiatric evaluation and treatment services, routine medical, education, room and board, and all necessary reports. Transportation services for clients, at the time of discharge, back to their living situation are also provided. The agreement establishes the terms between the County and the participating hospitals so inpatient consolidation can occur uniformly within the County.

According to Title 9, CCR, Section 1810.430 (a), Counties are required to contract with Traditional Hospitals. Section 1810.252 defines Traditional Hospitals as a hospital that provides services to beneficiaries that account for five percent (5%) or twenty thousand dollars (\$20,000), whichever is more, of the total fiscal year Fee-For-Service Medi-Cal psychiatric inpatient hospital service payments for our beneficiaries. The hospital contracts that reflect zero maximum obligation are paid by State Medi-Cal directly to the provider for those utilized services. Medi-Cal beneficiaries are the only clients covered by these contracts. The rate of payment is negotiated for the Department of Mental Health by the County in which each facility is located. The State offsets payments made on our behalf by a corresponding reduction in the County's portion of State Realignment funds.

The contracts reflecting a maximum amount are for these hospitals to provide the described services to Riverside County indigent clients. Indigent clients are clients who are in need of these hospital services and have no funding sources to pay for the necessary services.

There are sufficient funds in the Department's fiscal year 2005/06 budget for these services. No additional County funds are required. The contracts contain termination provisions in case of the unavailability of Federal, State, County funds.

**ATTACHMENT A  
RIVERSIDE COUNTY DEPARTMENT OF MENTAL HEALTH  
CONTRACT LISTING, FY 2005/2006**

**INDIGENT HOSPITAL**

Managed Care hospital contracts provide psychiatric inpatient services for the care and treatment of an acute episode of mental illness for Riverside County Indigent consumers who are non Medi-Cal eligible under Title 22, Section 51001. Services include clinical and medical services, which are generally recognized and accepted for the diagnosis and treatment of mental illness or serious emotional disturbance, as clinically necessary.

<b><u>Contract Name</u></b>	<b><u>Contract Amount</u></b>
Aurora Charter Oak	\$208,524
Valley Health System	\$ 99,094
Inland Mental Health dba Canyon Ridge Hospital	\$382,039

**MEDI-CAL FEE FOR SERVICE**

<b><u>Contract Name</u></b>	<b><u>Contract Amount</u></b>
Aurora Charter Oak	\$0
Valley Health System	\$0
Inland Mental Health dba Canyon Ridge Hospital	\$0