

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

244



FROM: Mental Health Department

SUBMITTAL DATE:

April 11, 2005

SUBJECT: Ratify the 1st Amendment to the Agreement with My Family, Inc. of Riverside (MFI) for Managed Care Services

RECOMMENDED MOTION: Move that the Board of Supervisors:

- 1) Ratify to March 1, 2005 the 1st Amendment to the Agreement with MFI for Managed Care Services, and
- 2) Authorize the Chairman of the Board to sign the 1st Amendment.

BACKGROUND: On May 18, 2004, Item 3.27 the Board approved Managed Care contracts with various managed care providers. The Agreements were developed based on projected utilization and rates for managed care services. MFI has notified the County that they had to change their staff psychiatrist, which resulted in an increased rate for medication services. Since their change in staff, MFI has not been adequately reimbursed for medication services.

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

Departmental Concurrence

JJR:KS:TN

John J. Ryan

John J. Ryan, Director
Department Of Mental Health

FINANCIAL DATA	Current F.Y. Total Cost:	\$ N/A	In Current Year Budget:	YES
	Current F.Y. Net County Cost:	\$ N/A	Budget Adjustment:	NO
	Annual Net County Cost:	\$ N/A	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

Dan Martin

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

Prev. Agn. Ref.: 3.27 on 05/18/04 | **District:** All | **Agenda Number:**

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

3.17

SUBJECT: Ratify the 1st Amendment to Agreement with My Family, Inc., (MFI) of Riverside for Managed Care

BACKGROUND: Continued

MFI is one of the few agencies who exclusively treat Medi-Cal consumers. Most of the contract agencies with whom the County contracts also contract with mainstream behavioral health insurers and offer limited appointment slots to provide services to Medi-Cal beneficiaries, primarily because these beneficiaries tend to have a higher no-show rate for appointments and Medi-Cal regulations prohibit billing for no-shows.

MFI understands the complexity of care needed by our beneficiaries. They are willing to provide the medication component of the treatment plan without requiring that they provide the psychotherapy as well. That is to say that if a beneficiary declines recommended psychotherapy, they may still receive medication services. Other agencies will not provide medication services unless they also provide psychotherapy.

The units of service authorized under this contract will be decreased to insure that the increase in the reimbursement rate will not require an increase in the contract maximum amount.

	RATE FOR MENTAL HEALTH SERVICES	RATE FOR MEDICATION SERVICES	UNIT OF SERVICE MH SERVICES	UNIT OF SERVICE FOR MEDICATION SERVICES	CONTRACT AMOUNT
OLD	\$1.00	\$1.90	136,960	40,547	\$214,000
NEW	\$1.00	\$2.50	136,960	30,816	\$214,000

PERIOD OF PERFORMANCE

Because charges are billed monthly, we are requesting the Board approve this agreement retroactive to March 1, 2005. The amended agreement will be in effect from March 1, 2005 to June 30, 2005.

JUSTIFICATION FOR DELAY

Due to the extended contract negotiations and delay in receiving the signed contract from the vendor, we are now bringing this forward to the Board for approval.