

Executive Office
County of Riverside



Larry Parrish
County Executive Officer

January 24, 2006

Honorable Board of Supervisors
County of Riverside
Robert T. Andersen Administrative Center
4080 Lemon Street, 5th Floor
Riverside, California 92501-3651

Subject: Amendment to Agreement with Oasis Rehabilitation Center, Inc. for Mental Health Services in the Coachella Valley

Board Members:

Attached for your consideration and approval is an amendment to an agreement with Oasis Rehabilitation Center, Inc. for involuntary detention of mentally disordered persons for evaluation and treatment pursuant to California Welfare and Institutions Code, §5150. It is intended to provide the psychiatric services in the Coachella Valley that are no longer being provided by Desert Regional Medical Center.

Approval of this amendment signifies a new ongoing annual \$1.8 million commitment from the County. It is an expense that cannot be funded with revenue from the new Mental Health Services Act (Proposition 63) due to the limitations set by the initiative. The initiative does not allow supplanting of existing county expenses and it does not allow for the funding of services that are involuntary in nature. This proposal falls under the category of involuntary services and therefore cannot be funded with revenue from the Mental Health Services Act.

The Director of the Department of Mental Health will conduct a Board Workshop in March to explain in detail the budgetary impact of the Mental Health Services Act as well as the overall budget outlook for the Department of Mental Health.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Larry Parrish", is written over a horizontal line.

LARRY PARRISH
County Executive Officer

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

337



FROM: Department of Mental Health

SUBMITTAL DATE:
January 13, 2006

SUBJECT: Approval of the First Amendment to the FY 05/06 Agreement with Oasis Rehabilitation Center, Inc. and Approval of the Lanterman-Petris-Short (LPS) Designation of Oasis Crisis Services facility for Involuntary Detention of Mentally Disordered Persons for Evaluation and Treatment.

RECOMMENDED MOTION: Move that the Board of Supervisors:

1. Approve the First Amendment for FY 2005/2006 with Oasis Rehabilitation Center, Inc. that adds an additional program component called Oasis Crisis Services and authorize the Chairman of the Board to sign the amendment increasing the maximum obligation from \$6,150,238 to \$6,951,341.
2. Designate Oasis Crisis Services as a 72-hour involuntary detention facility for evaluation and treatment pursuant to California Welfare & Institutions Code, Section 5150, et. Seq. upon approval from the State Department of Mental Health.
3. Authorize the Director of Mental Health to submit the request to the State Department of Mental Health as required by Section 800 et. seq., Title 9, California Code of Regulations.

BACKGROUND: Continued on Page 2...

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

JW:SM

Jerry Wengerd

Jerry Wengerd, Director
Department of Mental Health

FINANCIAL DATA

Current F.Y. Total Cost:	\$801,103	In Current Year Budget:	No
Current F.Y. Net County Cost:	\$ 694,492	Budget Adjustment:	No
Annual Net County Cost:	\$ 1,797,323	For Fiscal Year:	05/06

SOURCE OF FUNDS: County Funds 86.7% Medi-Cal FFP 13.3%	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

ATTACHMENTS FILED WITH THE CLERK OF THE BOARD

- Policy
- Policy
- Consent
- Consent

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

3.17

SUBJECT: Approval of the First Amendment to the FY 05/06 Agreement with Oasis Rehabilitation Center, Inc. and Approval of the Lanterman-Petris-Short (LPS) Designation of Oasis Crisis Services facility for Involuntary Detention of Mentally Disordered Persons for Evaluation and Treatment.

BACKGROUND: (CONTINUED)

On June 28, 2005, Item 3.29, the Board approved the contract with Oasis Rehabilitation Center, Inc. This contractor provides acute care services for a 16-bed Psychiatric Health Facility and a 34-bed sub-acute licensed Rehabilitation Center. With the September 2005 closure of the Desert Regional Medical Center Psychiatric Services Unit, the Desert region was left with no local resource for these services. This amendment to Oasis Rehabilitation Center, Inc. will provide a three-year, renewable annually, sole source award to provide local crisis stabilization urgent care service from February 1, 2006 through June 30, 2008. This facility is a twenty-four hours a day, seven days a week, crisis stabilization service providing up to 23-hour care to clients of all ages. This service either stabilizes clients sufficiently to return them to home; or admits them to an appropriate psychiatric inpatient facility.

SOLE SOURCE AWARD:

The department has requested this 23-hour crisis stabilization urgent care service as a sole source because of:

- 1) the urgency in timing to replace this service in the eastern county due to Desert Regional Medical Center's closure of their psychiatric services and 2) the unique qualifications of the provider-
 - a) offers cost savings through the efficient use of staffing across all three programs (crisis stabilization, Psychiatric Hospital Facility (PHF) and Mental Health Rehabilitation Center (MHRC) and centralized administration, leading to improved care for clients and family.
 - b) ability to offer a continuum of services and clinical continuity from crisis stabilization, to acute inpatient, and longer-term rehabilitation services.
 - c) ability to expand their lease at the county facility at 47-915 Oasis Street to operate on the same property they currently operate the PHF and MHRC.
 - d) cost savings through the efficiency of documentation: nursing, psychiatric, and social services assessments and evaluations may be used in an integrated medical record across programs.

PERIOD OF PERFORMANCE:

The FY 2005/2006 contract will be amended to include the crisis stabilization urgent care effective February 1, 2006 through June 30, 2006 and cost \$801,103, which will be amended into the FY 2005/2006 contract of \$6,150,238 which funds the PHF and MHRC. The amended maximum obligation for the FY 2005/2006 contract will be \$6,951,341. The FY 2006/2007 contract for the crisis stabilization urgent care only will cost \$2,122,611, which includes a 2.5% inflation factor and 4 % COLA. The FY 2007/2008 contract for the crisis stabilization urgent care only will cost \$2,217,066, which includes a 2.5% inflation factor and 4% COLA.

FINANCIAL IMPACT:

No budget adjustment is requested at this time. The Department of Mental Health's overall budget will be evaluated and adjustments will be made as necessary in the Quarterly Budget Reports.

	FY 05-06 Feb-June	FY 06-07	FY 07-08
Contract maximum Obligation	816,171	2,122,611	2,247,865
Medi-Cal (FFP)	106,611	325,288	339,763
Net County Costs	694,492	1,797,323	1,877,303