

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

219



FROM: Mental Health Department

SUBMITTAL DATE:
May 30, 2006

SUBJECT: Approval of Renewal of Managed Care Hospital Contracts for Fiscal Year 2006/2007

RECOMMENDED MOTION: Move that the Board of Supervisors:

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

BACKGROUND: The Department of Mental Health, functioning as the Mental Health Plan (MHP), is 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.

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

JW:TN

Jerry Wengerd
Jerry Wengerd, Director
Department of Mental Health

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 893,700	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	FY 06/07

SOURCE OF FUNDS: 100% State	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

Lisa Brandt

County Executive Office Signature

ATTACHMENTS FILED WITH THE CLERK OF THE BOARD

Departmental Concurrence

- Policy
- Policy
- Consent
- Consent

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

SUBJECT: Approval of Fiscal Year 2006/2007 Managed Care Hospital Contracts

BACKGROUND: Continued

The services provided by both Medi-Cal and Indigent 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 back to their living situation may also be provided at the time of discharge.

Counties are required to contract with Traditional Hospitals, as defined by Title 9, CCR, Section 1810.430 (a). These hospitals are defined as hospitals that provide services to beneficiaries accounting 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 Riverside County Medi-Cal beneficiaries. 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. Payments are made to the hospital by the State and the State then offsets payments made on our behalf by a corresponding reduction in the County's portion of State Realignment funds.

The period of performance of the original contracts granted authority for these contracts to be renewed annually, up to an additional two (2) years, subject to availability of funds. These renewals represent the second of the two year renewal periods previously granted.

The contracts reflecting a maximum amount are for those hospitals providing 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.

Attachment A illustrates the maximum contract amounts. There are sufficient funds in the Department's proposed budget for fiscal year 2006/2007 to provide for all contracts listed on Attachment A and no additional County funds are required. The contracts contain termination provisions in case of unavailability of any Federal, State, and/or County funds.

**ATTACHMENT A
RIVERSIDE COUNTY DEPARTMENT OF MENTAL HEALTH
HOSPITAL CONTRACT LISTING, FY 2006/2007**

Managed Care hospital contracts provide psychiatric inpatient services for the care and treatment of an acute episode of mental illness for Riverside County Medi-Cal beneficiaries. 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.

MEDI-CAL FEE FOR SERVICE HOSPITAL CONTRACTS

<u>CONTRACT NAME</u>	<u>CONTRACT AMOUNT</u>
AURORA CHARTER OAK	\$0
CANYON RIDGE HOSPITAL	\$0
VALLEY HEALTH SYSTEM (Hemet Valley Medical Center) (Moreno Valley Community Hospital)	\$0

Indigent hospital contracts provide psychiatric inpatient services for consumers who are non Medi-Cal eligible under Title 22, Section 51001.

INDIGENT HOSPITAL CONTRACTS

<u>CONTRACT NAME</u>	<u>CONTRACT AMOUNT</u>
AURORA CHARTER OAK	\$209,400
CANYON RIDGE HOSPITAL	\$382,710
REDLANDS COMMUNITY HOSPITAL	\$101,700
VALLEY HEALTH SYSTEM (Hemet Valley Medical Center) (Moreno Valley Community Hospital)	\$199,890