

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



728

FROM: Department of Mental Health

SUBMITTAL DATE:
September 25, 2006

SUBJECT: Ratify the Agreement with WCHS, Inc. for FY 06/07 to provide Medi-cal certified, Prop. 36 services.

RECOMMENDED MOTION: Move that the Board of Supervisors:

1. Ratify the Agreement with WCHS, Inc. for FY 06/07 Proposition 36 services;
2. Authorize the Chairman of the Board to sign the Agreement;
3. Increase the annual maximum aggregate amount previously authorized to the Purchasing Agent to contract on behalf of the Department of Mental Health without securing competitive bids in accordance with Ordinance 459.4 from \$2,548,000 to \$2,698,000 for fiscal year 2006/2007; and
4. Direct the Auditor-Controller to make a budget adjustment as indicated on Attachment "A".

BACKGROUND: On June 27, 2006, agenda item 3.33, the Board of Supervisor's approved Prop. 36 Agreement Renewals and authorized the Purchasing Agent to add new contractors and to enter into increasing and decreasing amendments with contractors up to the aggregate amount of \$2,548,000 for Prop. 36, Substance Abuse Agreements. Prop. 36 services are available to medi-cal and non-medi-cal clients. WCHS, Inc. was the successful bidder to RFP MHARCO04-NTP and was thereby approved by the Department of Mental Health's Purchasing Agent to provide additional Narcotic Treatment Program (NTP) services, including services to Prop. 36 clients. (Cont'd Page 2)

JW:SL

Jerry Wengard
Jerry Wengard, Director
Department of Mental Health

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 150,000	In Current Year Budget:	NO
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	YES
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2006/2007

SOURCE OF FUNDS: 50% State and 50% Federal	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input checked="" type="checkbox"/>

C.E.O. RECOMMENDATION: **APPROVE** **REQUIRES 4/5 VOTE**

County Executive Office Signature *Debra Cooney*

FISCAL PROCEDURES APPROVED
 ROBERT E. BYRD, Auditor-Controller
 BY *Ally Mayo* 9/25/06 Deputy
 SEP 25 2006
 SEP 25 2006
 BY *Ally Mayo* Department
 Assistant Director
 Purchasing:
 Policy Policy
 Consent Consent
 Dept't Recomm.: Per Exec. Ofc.:

SUBJECT: Ratify the Agreement with WCHS, Inc. for FY 06/07 to provide Medi-cal certified, Prop. 36 services.

BACKGROUND Continued:

Additionally, WCHS, Inc. received medi-cal certification from the State Department of Alcohol and Drug Programs on July 31, 2006 for their Murrieta location in order to provide NTP and Prop. 36 services to medi-cal eligible clients. Furthermore, WCHS, Inc. has been medi-cal certified to provide services to medi-cal eligible clients at their Riverside location since July 1, 1995 and at their Palm Springs location since October 1, 1999. The State Department of Alcohol and Drug Programs requires that the County pay a medi-cal certified provider for services from the date they are certified.

Based upon the Sobkey vs. Smoley lawsuit settlement agreement, the County is considered an agent of the State with respect to the administration of Medi-Cal services, and must provide reimbursement to any and all State certified Substance Abuse Medi-Cal providers for Medi-Cal specified services who provide services to Riverside County residents. Furthermore, the contractor is required to provide services to all Medi-Cal eligible clients requesting service and is entitled to receive payment for actual State approved Medi-Cal units.

WCHS, Inc. provides Narcotic Treatment Program (NTP) services, which is defined as including intake, treatment planning, medical supervision, body specimen screening, physician and nursing services related to substance abuse, medical psychotherapy, individual counseling, admission physical examinations and laboratory tests, medication services, collateral services, crisis intervention, and the provision of Methadone, as prescribed by a physician to alleviate the symptoms of withdrawal from opiates. WCHS, Inc. will provide the aforementioned Prop. 36 services in Riverside, Murrieta, and Palm Springs within the County of Riverside to eligible Prop. 36 clients.

FINANCIAL IMPACT:

The Agreement with WCHS, Inc. for FY 2006/2007 is for \$150,000, and is funded with 50% State General Funds and 50% Federal Funds (Medi-Cal/FFP). No additional county funds are required.

ATTACHMENT "A"

	Fund-Dept ID-Acct.	Account Description	Amount
Increase in Appropriation	10000-4100500000-530280	Private Care Provider	\$150,000
TOTAL			\$150,000
Increase in Estimated Revenue	10000-4100500000-751400	State Fund	\$75,000
	10000-4100500000-767180	Federal Fund	\$75,000
TOTAL			\$150,000