

858

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



FROM: Department of Mental Health

SUBMITTAL DATE:
July 23, 2007

SUBJECT: Ratify Fiscal Year 2007/2008 Mental Health Agreements

RECOMMENDED MOTION: Move that the Board of Supervisors:

- (1) Ratify the Department of Mental Health Agreements with providers as specified in Attachment A; and,
- (2) Authorize the Chairman of the Board to sign the Agreements;
- (3) Authorize the Purchasing Agent to enter into amendments with existing providers up to the aggregate amount of \$9,000,000;
- (4) Authorize the Purchasing Agent to add new providers up to \$100,000, while staying within the aggregate amount without securing competitive bids;
- (5) Authorize the Purchasing Agent to annually renew the contracts, staying within the aggregate amount of \$9,000,000 through June 30, 2013.

BACKGROUND: On May 8, 2007 and May 16, 2006, items 3.24 and 3.16, respectively, the Board approved the Department of Mental Health's utilization of the contracts specified on Attachment A for various mental health services during the Fiscal Year 2006/2007.

Continued on Page 2

JW:DK

Jerry Wengerd
Jerry Wengerd, Director
Department of Mental Health

FINANCIAL DATA

Current F.Y. Total Cost:	\$7,345,564	In Current Year Budget:	Yes
Current F.Y. Net County Cost:	\$246,849	Budget Adjustment:	No
Annual Net County Cost:	\$0	For Fiscal Year:	FY 07/08

SOURCE OF FUNDS: See Attachment A

Positions To Be Deleted Per A-30	<input type="checkbox"/>
Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

Debra Cournoyer
BY Debra Cournoyer

County Executive Office Signature

- Consent
- Policy
- Consent
- Policy

Prev. Agn. Ref.: 5/8/07 item 3.24;
5/16/06, item 3.16

District: All

Agenda Number:

3.72

ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD

COUNTY COUNSEL

JUL 23 2007

BY *Mark Seiler*
MARK SEILER, ASSISTANT DIRECTOR

Mark Seiler
Purchasing: Mark Seiler, Assistant Director

Dept Recomm:

Per Exec. Ofc.:

SUBJECT: Ratify Fiscal Year 2007/2008 Mental Health Agreements

BACKGROUND (CONTINUED)...

The responsibility for providing mental health services to Riverside County eligible youth (0-18 years) is with the County Department of Mental Health. Contracts are executed to provide a wide range of mental health services from Therapeutic Behavioral Services (TBS) to residential placement in group homes. While in residential placement, full scope mental health services may include case management, day treatment, medication support, crisis intervention and TBS.

Therapeutic Behavioral Services (TBS) are a one-to-one therapeutic contact between a mental health provider and a beneficiary for a specified short-term period, intended to provide the child/youth with skills to effectively manage the behavior or symptom that is a barrier to achieving residence in the lowest appropriate level.

The Department is required to provide TBS as a result of a court order issued in May 1999 by the U.S. District Court of Central California requiring Medi-Cal to reimburse TBS as an Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) supplemental mental health service. Thus all counties are under court order to implement this service and provide it to all eligible youth.

After evaluating the client's needs, the contractors' performance in fiscal year 2006/2007 and in order to maintain continuity of care, the Department of Mental Health requests to continue contracting with the providers specified in Attachment A and B, with the exception of one new contractor, Sunbridge Harbor View.

Attachment A provides the funding sources and maximum contract amount for each contract. Attachment A also notes a Reserve (portion of the aggregate not obligated to date) for pending additional required residential and/or court mandated TBS services. Attachment B provides a brief description of the services provided by each contractor and any changes from fiscal year 2006/2007 to fiscal year 2007/2008. Attachment B also provides justification for any changes.

PERIOD OF PERFORMANCE

The specified agreements are effective from July 1, 2007 through June 30, 2008. These agreements can be renewed up to an additional five (5) years and contain termination provisions subject to the availability of federal, state and local funds.

FINANCIAL DATA

There are sufficient funds in the Department's proposed budget for fiscal year 2007/2008 for all the contracts listed on Attachment A and no additional County funds are required.

JUSTIFICATION FOR DELAY

A number of contractors requested explanation and clarification regarding the changes to the new contract boiler plate. Fiscal year 2006/2007 contract modifications in May 2007 delayed final determination of FY2007/2008 funding and service allocations.

**ATTACHMENT A
RIVERSIDE COUNTY DEPARTMENT OF MENTAL HEALTH
FUNDING CODE/SOURCE & MAXIMUM CONTRACT AMOUNT, FY 2007/08**

Central Children's Programs

THERAPEUTIC BEHAVIORAL SERVICES (TBS)

CHARLEE Family Care, Inc., TBS	10000-4100207096-83550-530280 Medi-Cal/FFP 48.5%, State 51.5%	\$ 672,000
Hillview Acres, Inc.	10000-4100207158-83550-530280 Medi-Cal/FFP 50%, State 50%	\$ 178,200
New Haven Youth & Family Services, Inc.	10000-4100207156-83550-530280 Medi-Cal/FFP 48.5%, State 51.5%	\$ 1,881,739
Pacific Clinics	10000-4100207003-83550-530280 Medi-Cal/FFP 48.5%, State 51.5%	\$ 1,835,268
Victor Community Support Services, Inc.	10000-4100207717-83550-530280 Medi-Cal/FFP 48.5%, State 51.5%	\$ 1,282,453

RESIDENTIAL GROUP HOME MENTAL HEALTH SERVICES

Milhous Children Services, Inc.	10000-4100207054-83550-530280 Medi-Cal/FFP 50%, State 50%	\$ 381,029
San Diego Center for Children	10000-4100207173-83550-530280 Medi-Cal/FFP 50%, State 50%	\$ 139,414
Star View Adolescent Center, Inc.	10000-4100207160-83550-530280 Medi-Cal/FFP 32.5%, State 32.5%, County 35.0%	\$ 702,962
Sunbridge Harbor View Rehabilitation Center	10000-4100207196-83550-530280 Medi-Cal/FFP 50%, State 50%	<u>\$ 272,499</u>

FORM 11 Total \$7,345,564

Contracts under \$100,000 require Purchasing Agent Approval \$99,033

RESERVE \$1,555,403

FUNDING AGGREGATE \$9,000,000

ATTACHMENT B
RIVERSIDE COUNTY DEPARTMENT OF MENTAL HEALTH
FY 2007/2008

THERAPEUTIC BEHAVIORAL SERVICES (TBS)

The following contractors will provide Therapeutic Behavioral Services (TBS). TBS services are interventions that address the target behavior(s) or symptoms, which jeopardize the youth's current living situation or the planned transition to a lower level of placement. This includes support to the family in order to provide a positive environment for the youth. The target population for TBS services is Medi-Cal eligible individuals 0-21 years of age.

CHARLEE FAMILY CARE INC.
6711 Arlington Ave., Suite C
Riverside, CA 92505

	FISCAL YEAR	AMOUNT
Contract Maximum	FY06/07	\$695,578
Increase or (Decrease)	FY07/08	(\$23,578)
Renewal Contract	FY07/08	\$672,000

Justification: In FY2006/2007, the CHARLEE contract provided residential care to youth (ages 3-12) requiring mental health services and TBS as described above. In March 2007, CHARLEE terminated the residential care portion of the contract due to the successes of other mental health interventions and the diminishing need to serve the age 3-12 youth with residential services.

The net decrease of \$23,578 is due to the termination of the residential activity for \$345,577 and an increase to the TBS activity of \$420,000. TBS activity is increasing due to court ordered services.

The FY 2007/08 contract increase is reimbursable by state and federal Medi-Cal dollars and state Mental Health Services Act funding to serve Medi-Cal ineligible clients

NEW HAVEN YOUTH & FAMILY SERVICES, INC.
216 W. Los Angeles Drive
Vista, CA 92083

	FISCAL YEAR	AMOUNT
Contract Maximum	FY06/07	\$1,790,195
Increase or (Decrease)	FY07/08	\$91,544
Renewal Contract	FY07/08	\$1,881,739

Justification: Contractor requested a rate increase to meet cost of living, inflationary cost of operations and the resulting increased overhead due to past

program expansion. The FY 2007/08 contract increase is reimbursable by state and federal Medi-Cal dollars and state Mental Health Services Act funding to serve Medi-Cal ineligible clients.

PACIFIC CLINICS
800 S. Santa Anita Ave.
Arcadia, CA 91006-3555

	FISCAL YEAR	AMOUNT
Contract Maximum	FY06/07	\$1,773,206
Increase or (Decrease)	FY07/08	\$62,062
Renewal Contract	FY07/08	\$1,835,268

Justification: The Contractor had a major expansion of services in FY2006/2007 in response to court ordered TBS and a growing number of referrals. The increase is to align with actual anticipated costs through an increase to the billing rate. The 0708 contract increase is reimbursable by state and federal Medi-Cal dollars and state Mental Health Services Act funding to serve Medi-Cal ineligible clients

HILLVIEW ACRES, INC.
3683 Chino Ave.
Chino, CA 91710

	FISCAL YEAR	AMOUNT
Contract Maximum	FY06/07	\$321,949
Increase or (Decrease)	FY07/08	(\$143,749)
Renewal Contract	FY07/08	\$178,200

Justification: The contract was reduced to better align with actual FY2006/2007 utilization.

VICTOR COMMUNITY SUPPORT SERVICES, INC.
1908 Business Center Drive
San Bernadino, CA 92408

	FISCAL YEAR	AMOUNT
Contract Maximum	FY06/07	\$1,600,000
Increase or (Decrease)	FY07/08	(\$317,547)
Renewal Contract	FY07/08	\$1,282,453

Justification: The net decrease of \$317,547 is due to a \$500,000 shift of the crisis in-home services to the Western Children's Region budget and an increase of \$184,453 to the TBS activity. TBS activity is increasing due to court ordered services.

RESIDENTIAL GROUP HOME MENTAL HEALTH SERVICES

The following contractors provide residential group home services in a psychiatric group setting for emotionally disturbed minors, who have failed in other settings. These are generally foster or group home youth with a history of mental illness.

SUNBRIDGE HARBOR VIEW REHABILITATION CENTER

490 W. 14th Street

Long Beach, CA 90813

SUNBRIDGE HARBOR VIEW REHABILITATION CENTER is a new contractor who provides day treatment, medication support, case management, and Therapeutic Behavioral Services (TBS).

	FISCAL YEAR	AMOUNT
Contract Maximum	FY06/07	-0-
Increase or (Decrease)	FY07/08	\$272,499
Renewal Contract	FY07/08	\$272,499

Justification: This is a new contractor effective July 1, 2007. The contract was funded to include two beds, one for a recent placement by DPSS and one for potential utilization by future clients. The cost is fully reimbursable with federal and state Medi-Cal funding.

MILHOUS CHILDREN SERVICES, INC.

24077 State Hwy 49

Nevada City, CA 95959

This facility offers medication support, case management, mental health services and crisis intervention services.

	FISCAL YEAR	AMOUNT
Contract Maximum	FY06/07	\$355,604
Increase or (Decrease)	FY07/08	\$25,425
Renewal Contract	FY07/08	\$381,029

Justification: Contractor requested a rate increase to meet cost of living and inflationary cost of operations. The increase aligns with actual cost experience in FY2005/2006 and FY2006/2007. The increased cost is fully reimbursable with federal and state Medi-Cal funding.

SAN DIEGO CENTER FOR CHILDREN
3002 Armstrong Street
San Diego, CA 92111

This facility offers medication support, case management, mental health services and crisis intervention services.

	FISCAL YEAR	AMOUNT
Contract Maximum	FY06/07	\$78,507
Increase or (Decrease)	FY07/08	\$60,907
Renewal Contract	FY07/08	\$139,414

Justification: The increase in funding is to allow additional youth residential services from two to three beds and an increase in medication support costs. The increased cost is fully reimbursable with federal and state Medi-Cal funding

STAR VIEW ADOLESCENT CENTER, INC.
4025 West 226th St.
Torrance, CA 90505

Star View Adolescent Center is a comprehensive mental health treatment program for severely emotionally disturbed (SED) adolescents who cannot be treated effectively in other existing community care facilities. There are two significant components in the contract, the Psychiatric Health Facility (PHF) and the Community Treatment Facility (CTF). The Psychiatric Health Facility (PHF) provides comprehensive psychiatric and physical assessment, evaluation, and treatment in a safe and secure setting. The PHF functions as a cost-effective alternative to repeated acute inpatient services or state hospitalization, stabilizing the youngsters and preparing them for transition to a lower level of care.

The Community Treatment Facility (CTF) is a safe locked environment providing supportive needs-driven services. The CTF therapeutic programs prepare youngsters for lasting reintegration into their families and the community.

The contractor is one of two contractors statewide that provides the comprehensive setting directed specifically towards an immediate alternative to hospital placement.

	FISCAL YEAR	AMOUNT
Contract Maximum	FY06/07	\$687,525
Increase or (Decrease)	FY07/08	\$15,437
Renewal Contract	FY07/08	\$702,962

Justification: Contractor requested rate adjustments to meet cost of living, inflationary cost of operations and allocations of costs to better align with actual cost experience.