

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

952



FROM: Department of Mental Health

SUBMITTAL DATE:
March 23, 2009

SUBJECT: Approve the First Amendment to the FY 2008/09 Agreement with Sylmar Health and Rehabilitation Center.

RECOMMENDED MOTION: Move that the Board of Supervisors:

1. Approve the First Amendment to the Agreement between Department of Mental Health and Sylmar Health and Rehabilitation Center;
2. Authorize the Chairman of the Board to sign the Agreement Amendment;
3. Authorize the Purchasing Agent to sign ministerial amendments, and to increase and/or decrease the agreement by a maximum of 10% of the contracted maximum amount;
4. Authorize the Purchasing Agent to renew this agreement annually through June 30, 2013 for an amount not to exceed 10% of the approved contract maximum obligation.

BACKGROUND: On April 1, 2008, Agenda Item 3.23, the Board approved the Department of Mental Health's (DOMH) contract with Sylmar Health and Rehabilitation Center, Inc (Sylmar). The contract with Sylmar was to place Riverside County clients with special needs who, due to their complex psychiatric and physical illnesses, required immediate and urgent treatment so that medical care would not be interrupted. The maximum obligation of \$214,290 was approved for Sylmar in FY 2007/08. The contract with Sylmar was subsequently renewed in FY 2008/09 for \$521,439.

JW: KAS

Jerry Wengert
Jerry Wengert, Director
Department of Mental Health

FINANCIAL DATA	Current F.Y. Total Cost:	\$821,439	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:		Budget Adjustment:	No
	Annual Net County Cost:		For Fiscal Year:	FY 08/09

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

C.E.O. RECOMMENDATION:

BY: *Debra Cournoyer*
Debra Cournoyer

County Executive Office Signature

FORM APPROVED COUNTY COUNSEL
BY: *LARISA B. MCKENNA*
DATE: 3/23/09

Purchasing: *Mark Seltzer*
Mark Seltzer, Assistant Director

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

APPROVED WITH: TO
[Faint illegible text]

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SUBJECT: Approve the First Amendment to the FY 2008/09 Agreement with Sylmar Health and Rehabilitation Center.

BACKGROUND: (continued)

The DOMH has analyzed Sylmar's service and financial projections through FY 2008/09, and has determined that the maximum obligation amount for Sylmar's contract needs to be increased by \$300,000 in order to cover the costs of treating clients with special needs who, due to their complex psychiatric and physical illnesses, require continued and urgent treatment through the end of FY 2008/09 so that care will not be interrupted.

Sylmar is licensed by the State as a Skilled Nursing Facility (SNF) with a Special Treatment Program, which is certified by the State Department of Mental Health. This "Special Treatment Program" provides intensive psychiatric treatment and medical services to the DOMH's clients.

Sylmar provides a lower level of care than the State Hospitals and Inpatient Treatment Facilities (ITF), and has proven to be more cost effective. Without the SNFs, the DOMH's clients will have to be placed in the State Hospital or the County's Inpatient Treatment Facility (ITF) at a significantly higher cost to the DOMH. Currently, the DOMH has eight (8) clients receiving the above outlined "Special Treatment Program" services at Sylmar. With the DOMH's recent reduction in State Hospital beds, the need for the level of care provided by Sylmar has greatly increased.

PERIOD OF PERFORMANCE:

This agreement amendment for Sylmar is effective from July 1, 2008 through June 30, 2009. There are sufficient funds in the DOMH's budget for FY 2008/09 to provide for the services outlined under this contractual agreement.

FINANCIAL IMPACT:

Sylmar's contract amount is based on their projected utilization multiplied by the DOMH's established, negotiated rate. Sylmar's service utilization is monitored throughout the year in order to determine their projected contract need. The adjustments made to the State Hospital contracted beds mentioned above will provide funding for Sylmar's agreement amendment increase for FY 2008/09. This contract contains termination provisions in case of unavailability of any Federal, State, and/or County funds. No additional County funds are required.