

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

808



FROM: Department of Public Social Services

SUBMITTAL DATE:
January 26, 2010

SUBJECT: Approve FY09/10 Agreement with Olive Crest Treatment Centers, Inc. to provide Wraparound services.

RECOMMENDED MOTION: That the Board of Supervisors :

1. Ratify Amendment # 1 (CS-01137-01) with Olive Crest Treatment Centers, Inc. for the period of November 2, 2009 – June 30, 2010.
2. Authorize the Chairman of the Board to sign the attached Amendment # 1 (CS-01137-01) with Olive Crest Treatment Centers, Inc. for the period of November 2, 2009 – June 30, 2010 in an amount not to exceed \$1,884,960;
3. Authorize the Purchasing Agent to sign any future ministerial amendments with Olive Crest Treatment Centers, Inc. not to exceed the maximum amount of the Agreement; and
4. Authorize the Director of the Department of Public Social Services (DPSS) to administer the Agreement with Olive Crest Treatment Centers, Inc.

(CONTINUED – 2 Pages in total)

Susan Loew

Susan Loew, Director

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 591,760	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 355,056	Budget Adjustment:	No
	Annual Net County Cost:	\$ 355,056	For Fiscal Year:	2009/2010

SOURCE OF FUNDS: 40% State; 60% County

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

C.E.O. RECOMMENDATION:

APPROVE

BY *Debra Cournoyer*
Debra Cournoyer

County Executive Office Signature

<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Consent	Consent
<input type="checkbox"/>	<input type="checkbox"/>

Prev. Agn. Ref.: 3.44 dated 12/9/08;
3.79 dated 6/4/07

District: All

Agenda Number:

ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD

3.42

Purchasing: *Mark Seiler*
Mark Seiler, Assistant Director

County Purchasing Department

Departmental Concurrence

Susan Loew
Susan Loew, Director

County Counsel

Dept's Recomm.:
Per Exec. Ofc.:

TO: BOARD OF SUPERVISORS

DATE: January 26, 2010

PAGE: 2

SUBJECT: Approve FY09/10 Agreement with Olive Crest Treatment Centers, Inc. to provide Wraparound services.

BACKGROUND:

As a result of Senate Bill 163 (Statutes of Welfare and Institutions Code 18250), the State authorized counties to implement a Wraparound program to provide foster youth with alternatives to group home care by using the equivalent funding to provide intensive services to the youth and family and ultimately improve outcomes for these children.

DPSS implemented the Wraparound program in July 2007 and has served approximately 33 children and families since that time. The outcomes for these children have been very positive and have led to an ongoing expansion of the program. Currently, the wraparound program is operated through a contract with Olive Crest Treatment Centers, Inc. and supports 50 youth and families per month.

This contract was originally executed on December 9, 2008 (Agenda Item#3.44) with your honorable Board's approval. This was an eight (8) month contract at a total cost of \$1,293,200. Olive Crest has successfully implemented the program and the Department recommends that the contract be renewed for a full year with a few modifications.

The first modification increases the Maximum Reimbursable Amount of the agreement to \$1,884,960. The second modification changes the rate paid per youth to a tiered payment schedule, ranging from \$2,909 per youth, per month for 1- 50 children enrolled in the program, to \$2,764, per youth, per month for 51-55 children enrolled in the program and \$2,618 per month per child for 56-60 children. Olive Crest has agreed to this tiered payment schedule because by increasing the total amount of children they are able to serve they are able to reduce the overhead amount charged per child.

This tiered payment schedule is reflected in the fiscal provision section of the amended agreement.

In October 2009, DPSS and Olive Crest agreed to the terms of this amendment and the effective date of November 2, 2009.

Board of Supervisors approval of Amendment #1 will assist DPSS to increase the number of children and their families in this program and will help reduce the number of children to be placed in group homes. Additionally, Amendment #1 assists DPSS in maintaining a cost neutral program as required by California Department of Social Services.

PRICE REASONABLENESS:

In January 17, 2007 the RFP was sent to 40 prospective bidders advertised through County Purchasing's website. In response to the RFP, we received nine proposals ranging from an annual rate of \$349,626 to \$1,816,559. Although Olive Crest was deemed the second lowest responsive bid, they clearly demonstrated and continue to exhibit outstanding service to Riverside County.

FINANCIAL IMPACT: State – 40%; County – 60%
Sufficient funds have been budgeted in the FY 09/10 budget.

ATTACHMENT(S): FY 09/10 Amendment # 1
CONCUR/EXECUTE - County Purchasing

RIVERSIDE COUNTY DEPARTMENT OF PUBLIC SOCIAL SERVICES
AMENDMENT # 1
PROFESSIONAL SERVICES AGREEMENT WITH

Olive Crest Treatment Centers, Inc.

PROFESSIONAL
SERVICES CONTRACT: CS-01137-01

CONTRACT TERM: November 2, 2009 through June 30, 2010

EFFECTIVE DATE
OF AMENDMENT: November 2, 2009

MAXIMUM AMOUNT: \$1,884,960

The agreement between the Riverside County Department of Public Social Services, hereinafter referred to as DPSS, and Olive Crest Treatment Centers, Inc., hereinafter referred to as Contractor, is amended in the following particulars and no others:

1. Amend page 1 Signatory Page, "MAXIMUM REIMBURSABLE AMOUNT," to read as "\$1,884,960."
2. Amend page 8 Section V., "FISCAL PROVISIONS," paragraph A, "MAXIMUM AMOUNT" to read, "Total payment under this Contract shall not exceed \$1,884,960."
3. Amend page 9 Section V., "FISCAL PROVISIONS," paragraph B, "COST OF SERVICE RATE" to read, "The Contractor shall be paid for each unit of service, where a unit represents one DPSS client (child/family) per month as follows:

Unit Range and Rate
Units 1-50 to be paid at the rate of \$2,909 per unit for each month where the number of DPSS filled client slots is below 51.
Units 51-55 to be paid at the rate of \$2,764 per unit for each month where the number of DPSS filled client slots is between 51 and 55.
Units 56-60 to be paid at the rate of \$2,618 per unit for each month where the number of DPSS filled client slots is above 55.

The undersigned, as authorized representatives of DPSS and Contractor, respectively, certify the establishment of the Amendment #1 to the Contract.

Riverside County Board of Supervisors

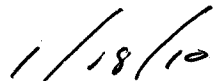
Olive Crest Treatment Centers, Inc.

Marion Ashley,
Chairman of the Board



Donald Verleur
CEO

Date



Date

FORM APPROVED COUNTY COUNSEL

BY: 
LARISA R-MCKENNA DATE