

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



**ITEM: 3.22
(ID # 22077)**

MEETING DATE:

Tuesday, June 13, 2023

FROM : RUHS-BEHAVIORAL HEALTH:

SUBJECT: RIVERSIDE UNIVERSITY HEALTH SYSTEM - BEHAVIORAL HEALTH: Approve the Behavioral Health Agreement with MFI Recovery Center, Inc. to Provide Adult Residential Care at Desert Sage, Without Seeking Competitive Bids for FY2023/2024, District 4. [Total Cost for One Year \$1,742,187; Up to \$174,218 in Additional Compensation, 100% State Funding]

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve the Behavioral Health Agreement with MFI Recovery Center, Inc. to provide Adult Residential Care at Desert Sage without seeking competitive bids, in the amount of \$1,742,187, for the term of July 1, 2023 through June 30, 2024, and authorize the Purchasing Agent to sign and execute the Agreement on behalf of the County; and
2. Authorize the Purchasing Agent, in accordance with Ordinance No. 459, based on the availability of funding, and as approved by County Counsel to: a) sign amendments that exercise the options of the agreement including modifications of the statement of work that stay within the intent of the Agreement, and b) sign amendments to the compensation provisions that do not exceed the sum total of ten percent (10%) of the total contract amount through June 30, 2024.

ACTION:Policy


Matthew Chang, Director 5/25/2023

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Washington, seconded by Supervisor Jeffries and duly carried, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Jeffries, Washington, and Gutierrez
Nays: None
Absent: Spiegel, Perez
Date: June 13, 2023
xc: RUHS-BH

Kimberly A. Rector
Clerk of the Board

By: 
Deputy

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FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$ 1,742,187	\$ 0	\$ 1,742,187	\$ 0
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0
SOURCE OF FUNDS: 100% State			Budget Adjustment: No	
			For Fiscal Year: 2023/2024	

C.E.O. RECOMMENDATION: Approve

BACKGROUND:

Summary

Riverside University Health System - Behavioral Health (RUHS-BH) operates a continuum of care system that consists of County-operated and contracted service providers delivering a variety of mental health treatment services within each geographic region of Riverside County.

Desert Sage, located at 82485 Miles Avenue in Indio, CA 92201, is a 49-bed Adult Residential Care facility, serving adults aged 18-59 years old. Desert Sage services include a Wellness Plus Living Program (WPLP), which provides increased support to behavioral health consumers who require a higher level of care than basic care and supervision. The WPLP services provide an opportunity for consumers to work toward recovery from their respective illness in a supportive residential setting that is less restrictive than a secured inpatient or long-term care facility.

On June 18, 2019 (Agenda Item #3.25), the Board of Supervisors approved the Behavioral Health Agreement with Recovery Innovations, Inc. (RII) to provide services at Desert Sage for the term July 1, 2019, through June 30, 2020, with the option to renew up to four additional years. In July 2021, RUHS-BH was notified RII would discontinue services at Desert Sage on September 30, 2021. To ensure continuity of care, on December 7, 2021 (Agenda Item #3.39), the Board of Supervisors approved the transition of Desert Sage services and Behavioral Health Agreement with MFI Recovery Center (MFI) for the term October 1, 2021, through June 30, 2022, with the option to renew for one additional year. MFI is currently providing these services to behavioral health consumers.

MFI Recovery Center, Inc. is a full-service nonprofit, behavioral healthcare organization that operates 24 hours a day and provides high-quality treatment to adults and adolescents with substance abuse and mental health disorders and provides residential and outpatient treatment programs at their treatment facilities located throughout Southern California. MFI Recovery Center, Inc. has the experience and capacity to operate the program efficiently and effectively.

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Impact on Citizens and Businesses

These services are a component of Behavioral Health's system of care aimed at improving the health and safety of consumers and the community.

Additional Fiscal Information

There are sufficient appropriations in the Department's FY23/24 budget. No additional County funds are required.

Contract History and Price Reasonableness

RUHS-BH is actively preparing a new Request for Proposal (RFP) to provide Adult Residential Care and the Wellness Plus Living Program at Desert Sage; RUHS-BH anticipates the RFP to be released in early FY 2023/2024 and awarded by end of FY 2023/2024. In an effort to avoid the displacement of forty-nine (49) residents and ensure continuity of care for this most vulnerable population, RUHS-BH obtained approval from the Purchasing Agent for a Single Source Procurement (SSJ#23-198) on May 15, 2023. Therefore, RUHS-BH is requesting approval to contract with MFI Recovery Center, Inc. through FY2023/2024 to allow the Department time to complete a competitive bid and licensing process for these services.

Attachments

Attachment A: Single Source Justification 23-198


Meghan Hahn, Deputy Director of Procurement

5/31/2023


Jacqueline Ruiz, Sr. Management Analyst

6/5/2023

Date: March 9, 2023
From: Matthew Chang, Director, Riverside University Health System-Behavioral Health
To: Sarah Franco, Director, Purchasing & Fleet Services
Via: Rob Allspaw, Administrative Services Analyst II, 951-358-7900
Subject: Single Source Procurement; MFI Recovery Center, Inc.

The below information is provided in support of my Department requesting approval for a sole or single source. (*Outside of a duly declared emergency, the time to develop a statement of work or specifications is not in itself justification for sole or single source.*)

1. **Supplier being requested:** MFI Recovery, Inc.
2. **Vendor ID:** 0000026918
3. **Single Source** **Sole Source**
4. **Have you previously requested and received approval for a sole or single source request for this vendor for your department?** (*If yes, please provide the approved sole or single source number.*)

Yes **No**
SSJ# 22-045

- 4a. **Was the request approved for a different project?**

Yes **No**

5. **Supply/Service being requested:**
Adult Residential (Board and Care) and supportive services for chronically homeless individuals who are severely impaired or influenced by a serious mental illness.
6. **Unique features of the supply/service being requested from this supplier.**
This contract was established in FY 19/20 and it combined board and care services with augmented services in order to provide increased support in a residential care facility licensed by the State of California Community Care Licensing Division as an Adult Residential Facility (aka Board and Care) to mental health consumers requiring a higher level of care than basic care and supervision.

The facility known as "Desert Sage" is located at 82485 Miles Avenue in Indio, CA 92201. The former contractor discontinued its contracted services at Desert Sage effective September 30, 2021.

In an effort to avoid the displacement of forty-nine (49) residents and to ensure continuity of care, RUHS-BH approached MFI Recovery Center, Inc., a full-service, 501(c)(3) nonprofit, behavioral healthcare organization that operates 24 hours a day and provides high-quality treatment to adults and adolescents with substance abuse and mental health disorders. MFI Recovery Center also provides residential and outpatient treatment programs at their treatment facilities located throughout Southern California. MFI had proven experience and the capacity to operate the program efficiently and effectively and is currently providing contracted services at RUHS-BH's 92-bed Adult Residential Care and Wellness Plus Supportive Services Facility.

6. Reasons why my department requires these unique features from the vendor and what benefit will accrue to the county:

It is in the best interest of the County to continue to contract with MFI Recovery Center, Inc. to help minimize any potential significant disruption in residents' housing and supportive social and healthcare services.

RUHS-BH is requesting approval to contract with MFI Recovery Center, Inc. through FY23/24 to allow the department time to go through a competitive bid and licensing process for these services.

7. Period of Performance: July 1, 2023 to June 30, 2024.

Is this an annually renewable contract? No Yes
 Is this a fixed-term agreement: No Yes

8. Identify all costs for this requested purchase.

Description:	FY23/24	Total
One-time Costs:	\$1,742,187	\$1,742,187
<i>Includes all costs associated with operating 49-bed Adult Residential Facility (Personnel Salaries & Benefits, Operating Costs, and Administrative Costs)</i>		
Ongoing Costs:	\$0	\$0
Previous SSJ Approved Amounts:	\$3,109,154	\$3,109,154
<i>Includes all costs associated with operating 49-bed Adult Residential Facility (Personnel Salaries & Benefits, Operating Costs, and Administrative Costs)</i>		
Total Costs	\$4,851,341	\$4,851,341


9. Price Reasonableness:

MFI Recovery, Inc. has transitioned services at the Desert Sage Facility from the previously contracted provider at the same rate as their Agreement at the Adult Residential Care facility; \$71/day. MFI Recovery's willingness to take on this project has allowed RUHS-BH to ensure continuity of care for existing consumers while the contract is competitively bid out. No additional County funds are required for this transition.

10. Projected Board of Supervisor Date (if applicable):

May 23, 2023

(Draft Form 11s, service agreement and or quotes must accompany the sole source request for Purchasing Agent approval.)

	Amy McCann	5/15/2023
Department Head Signature (or designee)	Print Name	Date

The section below is to be completed by the Purchasing Agent or designee.

Purchasing Department Comments:

Approve

Approve with Condition/s

Disapprove

Condition/s:

Not to exceed:

One-time \$ _____

Annual Amount \$ 4,851,341 / per fiscal year through 6/30/24 (date)

(If Annual Amount Varies each FY)

FY _____ : \$ _____

FY _____ : \$ _____

FY _____ : \$ _____

FY _____ : \$ _____

FY _____ : \$ _____

Meghan Hahn
Purchasing Agent

5/16/23

23-198

Date

Approval Number

(Reference on Purchasing Documents)