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



ITEM: 3.46 (ID # 22483) MEETING DATE: Tuesday, August 01, 2023

## FROM : RUHS-BEHAVIORAL HEALTH:

**SUBJECT:** RIVERSIDE UNIVERSITY HEALTH SYSTEM - BEHAVIORAL HEALTH: Ratify and approve the Behavioral Health Agreement with MFI Recovery Center, Inc. to Provide Permanent Supportive Housing Services at The Path, Without Seeking Competitive Bids, for FY2023/2024, District 4. [Total Cost \$1,056,800, Up to \$105,680 Additional Compensation, 60% Federal Funds, 40% State Funds]

**RECOMMENDED MOTION:** That the Board of Supervisors:

- Ratify and Approve the Behavioral Health Agreement with MFI Recovery Center, Inc. to provide Permanent Supportive Housing Services at The Path without seeking competitive bids, in the amount of \$1,056,800, 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 the end of June 30, 2024.

ACTION:Policy

tthew Chang 7/19/2023

## MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Spiegel, seconded by Supervisor Gutierrez and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes:	Jeffries, Spiegel, Perez, Washington, and Gutierrez	
Nays:	None	
Absent:	None	
Date:	August 1, 2023	
XC:	RUHS-BH	

Kimberly A. Rector Clerk of the Board By:

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FINANCIAL DATA	DATA Current Fiscal Year:		Next Fiscal Year:		tal Cost:	Ongoing Cost
COST	\$	1,056,800	\$0	\$	1,056,800	\$ 0
NET COUNTY COST		\$0	\$0		\$0	\$ 0
SOURCE OF FUNDS	S: Fe	deral Fundin	g 60%, State Fund	ling	Budget Adjus	
					For Fiscal Ye	ar: 23/24

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. RUHS-BH is currently contracting with MFI Recovery Center, Inc. to operate a Permanent Supportive Housing program 24 hours a day, 7 days a week, 365 days a year that offers shelter for Transitional Aged Youth (18-25), Adults (18-59), and Older Adults (60+). This program offers residential and non-residential treatment components that provide peer-to-peer engagement and support services in non-intrusive low demand environments in Palm Springs, CA.

The residential Permanent Supportive Housing Program called The Path has a basic structure of 24-hour residency, with no limit on length of stay, semi-private sleeping accommodations, and common use of kitchen facilities, dining rooms, and bathrooms that can serve up to 25 consumers. The non-residential component consists of a drop-in center for consumers who are chronically homeless and have serious mental health disorder(s), to provide food, clothing, and bathroom and laundry facilities. Permanent Supportive Housing plays an important role in reducing homelessness by providing secure, long-term housing.

On November 15, 2016, (Agenda Item #3.34), the Board of Supervisors approved the Behavioral Health Agreement with Recovery Innovations, Inc. (RII) to provide Permanent Supportive Housing at The Place (Riverside) and for The Path (Desert) for three (3) years through June 30, 2019. On June 25, 2019, (Agenda Item #3.32), the Board of Supervisors approved the Behavioral Health Agreements with RII with the option to renew for two (2) additional one-year periods through June 30, 2022. The Place has since closed in 2021 to undergo renovations with anticipated completion in early 2024.

In July 2021, RUHS-BH was notified RII would discontinue providing services at The Path on September 30, 2021. In order to ensure continuity of care, on December 7, 2021, (Agenda Item #3.40) the Board of Supervisors approved the Behavioral Health Agreement

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with MFI Recovery Center, Inc. to operate The Path through FY 2022/2023. MFI is currently providing these program services at The Path and has the experience and capacity to continue operating the program efficiently and effectively while RUHS-BH carries out the RFP process.

#### 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 funds in the Department's FY 2023/2024 budget and no additional County funds are required.

#### **Contract History and Price Reasonableness**

RUHS-BH is actively preparing a new RFP to provide Permanent Supportive Housing at The Path. RUHS-BH anticipates the RFP will be released in early FY 2023/2024, and awarded by the end of FY 2023/2024. In an effort to ensure continuity of care and to avoid displacement of twenty-five (25) residents, RUHS-BH obtained approval from the Purchasing Agent for a Single Source Procurement (SSJ#23-235) with MFI Recovery Center, Inc. though June 30, 2024. 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.

#### Attachment:

Attachment A. 23-235 MHARC MFI Recovery Center, Inc. - The Path

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Date:	June 13, 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 <u>and</u> 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# 22-041

## 4a. Was the request approved for a different project?

🗆 Yes 📕 No

## 5. Supply/Service being requested:

Permanent Supportive Housing services for chronically homeless individuals who are severely impaired or influenced by a serious mental illness while RUHS-BH actively prepares a new Request for Proposal (RFP) to provide Permanent Supportive Housing at the Desert Permanent Supportive Housing Program facility, known as "The Path," located at 19531 McLane Street in Palm Springs, CA 92262.

# 6. Unique features of the supply/service being requested from this supplier.

MFI Recovery Center, Inc. (MFI) is the current contractor and has been previously evaluated and awarded via a formal bid process to provide housing and supportive services to chronically homeless individuals residing at The Path.

MFI is 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 also provides residential and outpatient treatment programs at their treatment facilities located throughout Riverside County.

MFI has been vetted and has the appropriate certification for this service and has experience with County referral systems as well as consumer relationships. This service is needed to meet the needs of Riverside County consumers.

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

RUHS-BH is actively preparing a new RFP for these services and anticipates the RFP to be released in early FY 2023/2024, and awarded by the end of FY 2023/2024. In effort to ensure continuity of care during the RFP process MFI will continue to operate the program. It is in the best interest of the County to continue to contract with MFI Recovery Center, Inc. to minimize any disruption in resident's housing, supportive, social, and healthcare 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:	\$1,056,800	\$1,056,800
Includes all costs associated with		
operating 49-bed Adult Residential		
Facility (Personnel Salaries &		
Benefits, Operating Costs, and		
Administrative Costs)		
Ongoing Costs:	\$0	\$0
Previous SSJ Approved Amounts:	\$0	\$1,849,400
Includes all costs associated with		
operating 49-bed Adult Residential		
Facility (Personnel Salaries &		
Benefits, Operating Costs, and		
Administrative Costs)		
Total Costs	\$1,056,800	\$2,906,200

## 9. Price Reasonableness:

10. This contract was previously competitively bid and the pricing offered by MFI was deemed reasonable and competitive based upon average industry costs and the nature of the services being provided. The previous SSJ was good for 2 years, 9 months when MFI took over in FY 21/22 for a partial fiscal year at \$792,600, and for FY 22/23 an annual amount of \$1,056,800. Therefore, RUHS-BH is requesting the same annual amount of \$1,056,800 for FY 23/24. Projected Board of Supervisor Date (if applicable):

The projected Board of Supervisors meeting date is June 13, 2023.

Johnson Department Head Signature Print Name Date (Or designer)

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

Purchasing Department Comments:

Approve	Approve with Condition/s	
Condition/s:		

Not to exceed:

 One-time \_\_\_\_\_ \$

Annual Amount \$1,056,800 / per fiscal year through 6/30/24 (date) (If Annual Amount Varies each FY) Ēν . ന

FT		
FY	: \$	

Meghan Hahn Purchasing Agent

6/26/23

23-235

Date

Approval Number (Reference on Purchasing Documents)