



BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Department Name: Behavioral Wellness
Department No.: 043
For Agenda Of: June 4, 2019
Placement: Administrative
Estimated Time: N/A
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors

FROM: Department Alice Gleghorn, PhD, Director
Director(s) Department of Behavioral Wellness 805-681-5220
Contact Info: Chris Ribeiro, Chief Financial Officer
Department of Behavioral Wellness 805-681-5220

SUBJECT: Psynergy FY 17-20 Amendment 3

County Counsel Concurrence

As to form: Yes

Other Concurrence: Risk Management

As to form: Yes

Auditor-Controller Concurrence

As to form: Yes

Recommended Actions:

That the Board of Supervisors:

- A) Approve and authorize the chair to execute a Third Amendment to the Agreement for Services of Independent Contractor with **Psynergy Programs, Inc.**, (not a local vendor) to add new provisions effective for FYs 2018-2019 and 2019-2020, to increase the FY 2018-2019 contract by **\$600,000** and the FY 2019-2020 contract by **\$1,100,000**, and to increase the rates for FY 19-20 by 3% for a total contract amount not to exceed **\$4,121,549** for the period July 1, 2017 through June 30, 2020.
- B) Determine that the recommended actions are not a “project” under the California Environmental Quality Act (CEQA) per CEQA Guidelines Section 15378(b)(4) since the recommended actions are government fiscal activities which do not involve commitment to any specific project which may result in potentially significant physical impact on the environment.

Summary Text:

This item is on the agenda to request authorization to amend Psynergy Programs, Inc. multi-year contract in order to add new provisions effective for FYs 2018-2019 and 2019-2020, to request an increase in contract maximum for FY 18-19 and FY 19-20 and to increase the FY 19-20 residential rates by 3%. Approval of the recommended actions will allow Behavioral Wellness to pay for additional client placements at Psynergy’s facility.

Background:

Psynergy Programs, Inc. (Psynergy), located in the Bay Area, provides residential treatment services to adult clients as a step-down from IMDs. Psynergy works with clients in IMDs to identify clients who may be ready to step down to a lower level of care, then works to step clients down through three progressions of residential care, with the eventual goal of equipping clients to return to Santa Barbara County to live independently.

Performance Outcomes:

For the first half of the current fiscal year, Psynergy has consistently held a caseload of 17-20 clients. The current funding projections are based on a caseload of up to 23 clients per month and a 3% increase in residential rates. Historically, the State allowed for an annual 3.5% rate increase. However, since July 1, 2017 IMD rates have been frozen at FY 2016-2017 levels pursuant to Senate Bill (SB) 90. Therefore, FY 19-20 will be the first time Psynergy’s rates have been increased since FY 17-18.

Fiscal and Facilities Impacts:

Budgeted: No

Fiscal Analysis:

<u>Funding Sources</u>	<u>Fy 18-19</u>	<u>FY 19-20</u>	<u>Total Contract Amount</u>
General Fund			
State	\$ 1,000,000.00	\$ 1,000,000.00	\$ 2,472,929.40
Federal	\$ 600,000.00	\$ 600,000.00	\$ 1,648,619.60
Fees			
Other:			
Total	\$ 1,600,000.00	\$ 1,600,000.00	\$ 4,121,549.00

Narrative: The above referenced contract is funded by State and Federal funds.

Key Contract Risks:

There is risk that the number of contracted IMD and IMD-alternative beds may increase beyond what the Department has projected. In this case, the Department will return to the Board of Supervisors to request an increase to the contract maximums where needed.

Special Instructions:

Please send one (1) complete copy of each executed contract and one (1) minute order to: qilopez@co.santa-barbara.ca.us.

Attachments:

- Attachment A: Psynergy 17-20 Am 3
- Attachment B: Psynergy 17-20 Am 2
- Attachment C: Psynergy 17-20 Am 1
- Attachment D: Psynergy FY 17-20 BC 18-074

Authored by:

Q.Lopez