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**SANTA BARBARA COUNTY
BOARD AGENDA LETTER**



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

2006 JUN 15 PM 3:38

COUNTY OF SANTA BARBARA
CLERK OF THE
BOARD OF SUPERVISORS

Agenda Number: 6/14/06
Prepared on: 6/14/06
Department Name: Sheriff & Probation
Department No.: 032 & 022
Agenda Date: 6/27/06
Placement: Administrative
Estimate Time: N/A
Continued Item: NO
If Yes, date from:

0627-10

TO: Board of Supervisors

FROM: Jim Anderson, Sheriff
R. Scott Deu Pree, Chief Probation Officer

STAFF CONTACT: *KA MD* Chuck Gerhart, Commander Jail Operations Division 805-681-4326
Patti Stewart, Deputy Chief-Institutions, Probation 805-882-3652/ 331-3380

SUBJECT: Correctional Medicine Agreement with Prison Health Services

Recommendation(s):

JUN 27 2006

Approve and authorize the Chair to execute an Agreement with Prison Health Services, Inc. (not a local vendor) to provide medical services to inmates and detainees at the Sheriff and Probation Departments' institutions for the period from July 1, 2006 through June 30, 2009 in the amount of \$10,300,000.

Alignment with Board Strategic Plan:

The recommendation(s) are primarily aligned with:
Goal No. 2. A Safe and Healthy Community in Which to Live, Work, and Visit;
Goal No. 3. A Strong, Professionally Managed County Organization;
Goal No. 5. A High Quality of Life for All Residents;
Goal No. 7. A Community that Fosters the Safety and Well-Being of Families and Children.

Executive Summary and Discussion:

Prison Health Services (PHS) has been the provider of correctional medicine services for the Sheriff's Department since 1995 for approximately 1,000 inmates housed in the jail. The Sheriff has renewed the PHS contract twice. PHS has been the provider of correctional medicine services to the Probation Department since January 1, 2005. Both the Sheriff and Probation Departments' contracts with PHS expire on June 30, 2006. In anticipation of the expiration, the Sheriff and Probation departments, in consultation with Public Health, have developed a partnership to review detention facility medical service needs, and the services provided by PHS, and are recommending a concurrent contract.

06-00603

In December 2005, a project team consisting of Sheriff, Probation, County Counsel, and Public Health personnel was formed to issue a combined Request for Proposal (RFP), evaluate the bid(s) and select a qualified contractor. Eleven qualified correctional medicine providers were contacted to submit a bid. Relevant bargaining units were contacted in accordance with the County's Privatization Policy and notified of their opportunity to present an alternate proposal. The RFP was also made available on the Public Health department website and key stakeholders were notified of the pending process. Four of the eleven prospective bidders expressed interest and ultimately Prison Health Services and California Forensic Medical Group (CFMG) submitted bid proposals.

After the Project Team reviewed and discussed the bids, each member, independently, rated them. A total of five criteria were rated: Proven Performance; Requirements & Specifications; Understanding of the County's Needs; Cost; and Ability to Provide Services. To best understand each bid and learn more about the prospective vendors, the project team interviewed both PHS & CFMG. The ratings and interviews were sufficient to award the bid to PHS.

Due to recent operational concerns the Project Team has elected to separate pharmaceutical services and costs from the Correctional Medicine Agreement. Pursuant to a pending evaluation and bid process, pharmaceuticals will be provided through a separate contract.

Mandates and Service Levels:

The Probation Department is responsible for providing health care services to detainees who are housed in their detention facilities, in accordance with California Code of Regulations, Title 15 ("Minimum Standards for Juvenile Facilities – Crime Prevention and Corrections"), Article 8 ("Health Services"), Section 1400 ("Responsibility for Health Care Services"). The Sheriff's Department is responsible for providing health care services to inmates who are housed in their detention facilities, in accordance with California Code of Regulations, Title 15 ("Minimum Standards for Local Detention Facilities – Crime Prevention and Corrections"), Article 11 ("Medical/Mental Health Services"), Section 1200 ("Responsibility for Health Care Services")

Performance Measures:

Section 6.7 of the contract provides 10 performance measures dealing with Standards of Care and Quality of Care indicators that will be monitored during the course of the contract. It provides penalties for contractor's failure to meet the performance measures unless the cause of the deficiency was outside the contractor's control.

While not technically a performance measure, Section 5.5 of the contract requires full staffing of clinical shifts by imposing financial penalties should the contractor allow more than 2% of clinical shifts to be unstaffed. The contract allows this 2% margin of missed hours for exigent circumstances after which financial penalties are imposed.

Fiscal and Facilities Impacts:

This is a three year renewable contract for medical services for both the Sheriff's Department and Probation Department costing a total not to exceed \$10,300,000 over a three year period as follows:

FISCAL YR	SHERIFF	% Chg	PROBATION	% Chg
2006-07	\$2,456,772		\$786,425	
2007-08	2,567,763	6%	819,174	4%
2008-09	2,620,330	4%	852,025	4%
ADA Overage	155,135		42,376	
TOTAL	<u>\$7,800,000</u>		<u>\$2,500,000</u>	

The annual cost for both the Sheriff's Department and the Probation Department is based on an estimated daily population. Should the actual population exceed the estimate, the contract provides a per diem charge for each detainee or inmate over the cap. This amount is shown in the chart above as the ADA Overage.

Services are provided within existing facilities of the Sheriff's Department and Probation Department; there are no facility impacts.

SHERIFF

The FY 2006-07 Sheriff proposed budget includes \$2,985,266 for medical services in the Main Jail. Of this amount, \$2,456,772 will be required for the FY2006-07 portion of the contract with Prison Health Services. The remaining \$528,494 will be available to finance pharmaceuticals and outside medical costs.

PROBATION

The cost of the original contract with PHS (January 1, 2005 to June 30, 2006) was \$1,202,411. The annual cost, exclusive of pharmacy, for the 2005-06 fiscal year was \$761,607. In the 2006-07 fiscal year the proposed contract will cost \$786,425, a 3.25% increase in cost.

The FY 2006-07 Probation proposed budget includes \$930,651 for medical services in Probation Institutions of this amount \$786,425 will be required for the 2006-07 contract with Prison Health Services. The remaining \$144,226 will be available to finance the yet to be negotiated pharmaceutical contract.

This contract is not offset by State or Federal revenues. It is fully funded by the General Fund and is included in the 2006-07 proposed county budget.

Special Instructions:

Please send two fully executed original Agreements and one Certified Minute Order copy to PHD Contracts Unit, 300 N. San Antonio Road, Bldg. 8; ATTN: Dawn McGrew.

Concurrence:

None required.

Contract Summary Form:

Contract Number : BC - 07 - 029 - _____

Complete data below, print, obtain signature of authorized departmental representative, and submit this form (and attachments) to the Clerk of the Board (>\$25,000) or Purchasing (\$25,000). See also "Contracts for Services" policy. Form not applicable to revenue contracts.

D1. Fiscal Year : Fys 06/07, 07/08, & 08/09
 D2. Budget Unit Number (plus -Ship/-Bill codes in paren's) : 041
 D3. Requisition Number : n/a
 D4. Department Name : Probation/Sheriff
 D5. Contact Person : Elizabeth Snyder
 D6. Phone : 805.681.5252

K1. Contract Type (check one): Personal Service Capital Project/Construction
 K2. Brief Summary of Contract Description/Purpose : Correction Medicine
 K3. Original Contract Amount : \$10,300,000
 K4. Contract Begin Date..... : July 1, 2006
 K5. Original Contract End Date : June 30, 2009

K6. Amendment History (leave blank if no prior amendments):

Seq#	Effective Date	This Amndt	Amt	Cum Amndt	To Date	New Total Amt	New End Date	Purpose (2-4 words)
	\$	\$	\$					
K7.	Department Project Number							N/A

B1. Is this a Board Contract? (Yes/No) : Yes
 B2. Number of Workers Displaced (if any) : 0
 B3. Number of Competitive Bids (if any) : 2
 B4. Lowest Bid Amount (if bid) : See Above
 B5. If Board waived bids, show Agenda Date : N/A
 B6. ... and Agenda Item Number : N/A
 B7. Boilerplate Contract Text Unaffected? (Yes / or cite ¶¶): N/A

F1. Encumbrance Transaction Code :
 F2. Current Year Encumbrance Amount :
 F3. Fund Number : 0001/0001
 F4. Department Number : 022/32
 F5. Division Number (if applicable) : 02/02
 F6. Account Number : 7460/7460
 F7. Cost Center number (if applicable) : 2000/1071
 F8. Payment Terms : Net 30

V1. Vendor Numbers (A=uditor; P=urchasing) : 383901
 V2. Payee/Contractor Name : Prison Health Services, Inc.
 V3. Mailing Address : 105 Westpark Drive, Suite 200
 V4. City State (two-letter) Zip (include +4 if known) : Brentwood, TN 37027
 V5. Telephone Number : 800.729.0069
 V6. Contractor's Federal Tax ID Number (EIN or SSN) : 23-2108853
 V7. Contact Person : Jon Walker 615.376.0648
 V8. Workers Comp Insurance Expiration Date :
 V9. Liability Insurance Expiration Date[s] (G=enl; P=rofl) :
 V10. Professional License Number : N/A
 V11. Verified by (name of County staff) : Dawn McGrew
 V12. Company Type (Check one): Individual Sole Proprietorship Partnership Corporation

I certify: information complete and accurate; designated funds available; required concurrences evidenced on signature page.

Date 6/15/06 authorized Signature Dawn McGrew