



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: ADMHS
Department No.: 043
For Agenda Of: 2-18-14
Placement: Administrative
Estimated Tme: N/A
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors

FROM: Department Takashi Wada, MD, Interim Director
Director(s) Alcohol, Drug and Mental Health Services, 805-681-5220
Contact Info: Michael Craft, Deputy Director – Clinical Operations, 681-5220

SUBJECT: Assignment of Aegis Contract to new Entity

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:

- 1) Approve and authorize the Chair to execute the attached Joint Request for Consent to Assignment by Aegis Medical Systems and Aegis Treatment Centers, LLC, which would assign the existing Agreement between the County and Aegis Medical Systems to Aegis Treatment Centers, LLC, including all rights and obligations contained therein.
- 2) Determine that the approval of the Joint Request for Consent to Assignment is exempt from the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines Section 15061(b)(3), finding that the activities are covered by the general rule that CEQA applies only to projects which have the potential for causing a significant effect on the environment, and where it can be seen with certainty that there is no possibility that the activities in question may have a significant effect on the environment, the activities are not subject to CEQA.

Summary Text:

Alcohol, Drug, and Mental Health Services (ADMHS) presently contracts with Aegis Medical Systems, Inc. for the provision of Narcotic Treatment Programs. In May 2013, Aegis Medical Systems, Inc. initiated a transfer of assets to a newly created entity, Aegis Treatment Centers, LLC. The transfer was completed on January 11, 2014. Approval of the recommended actions will assign the rights and obligations in the existing Agreement from Aegis Medical Systems to Aegis Treatment Centers (Aegis). The County's consent is drafted to be effective on January 11, 2014, when the transfer was completed.

Background:

Drug Medi-Cal (DMC) covers medically necessary alcohol and other drug (AOD) treatment to Medi-Cal beneficiaries, per the California State Plan for Medicaid. The services include Narcotic Replacement Therapy (NRT or Methadone maintenance), Outpatient Methadone Detoxification, Outpatient Drug-Free Treatment, and Day Care Rehabilitative and Residential Treatment for pregnant and postpartum women who are full-scope Medi-Cal beneficiaries.

Aegis' Narcotic Treatment Program (NTP) provides methadone prescribed by a physician to alleviate withdrawal symptoms from narcotics. Aegis also conducts drug screening and provides clients with individual and group counseling. Clients who have substance abuse diagnoses and addictions to opiates receive services that support stabilization, rehabilitation and recovery. Aegis is anticipated to serve approximately 775 clients in Santa Maria and Santa Barbara.

Fiscal and Facilities Impacts:

Budgeted: Yes

Fiscal Analysis:

<u>Funding Sources</u>	<u>Current FY Cost:</u>	<u>Annualized On-going Cost:</u>	<u>Total One-Time Project Cost</u>
General Fund			
State	\$ 943,700.00		
Federal	\$ 943,700.00		
Fees			
Other:			
Total	\$ 1,887,400.00	\$ -	\$ -

Narrative:

The Agreement with Aegis is funded by a combination of State and Federal revenue. The funding sources have been included in the FY 2013-14 Adopted Budget. There is no change in the dollar amount of the Agreement with Aegis as a result of this Joint Request for Consent to Assignment. Execution of this Joint Request for Consent to Assignment will not increase the use of general fund dollars by the ADMHS Department.

Special Instructions:

Please return one (1) Minute Order and one (1) copy of the fully executed Joint Request for Consent to Assignment to:

Alcohol, Drug and Mental Health Services
 ATTN: Contracts
 300 North San Antonio Road, Bldg. 3
 Santa Barbara, CA 93110

Attachments:

Joint Request for Consent to Assignment

Aegis Assignment 2-18-14 (2)