



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: 5-20-14
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, MPH, Interim Director
Director(s) Alcohol, Drug and Mental Health Services, 681-5220
Contact Info: Ole Behrendtsen, MD, Medical Director/ Assistant Director, 681-5220
SUBJECT: FY 13-14 Crestwood and Sylmar Contract Amendments

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 a fifth amendment to the Agreement for Services of Independent Contractor with Crestwood Behavioral Health Center, Inc. (not a local vendor), an institution for mental disease, to increase the contract amount by \$150,000 for a total contract amount not to exceed \$1,000,000 through June 30, 2014.
- 2) Approve and authorize the Chair to execute a sixth amendment to the Agreement for Services of Independent Contractor with Sylmar Health and Rehabilitation Center (not a local vendor) an institution for mental disease, to increase the contract amount by \$115,000 for a total contract amount not to exceed \$600,000 through June 30, 2014
- 3) Determine that the above actions are government fiscal activities or funding mechanisms which do not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment, and are therefore not a project under the California Environmental Quality Act (CEQA) pursuant to section 15378(b)(4) of the CEQA guidelines.

Summary Text:

The Alcohol, Drug and Mental Health Services (ADMHS) Department provides mental health services, including inpatient, to Santa Barbara County residents. ADMHS analyzes service levels throughout the Fiscal Year and makes adjustments to contracts accordingly. In March of 2014, ADMHS received Board approval for increased contracts with Crestwood Behavioral Health Center, Inc. and Sylmar Health and Rehabilitation Centers. Since March, usage of these vendors has continued to dramatically increase, exceeding ADMHS' projections. The proposed contract amendments will accommodate the increased need for inpatient treatment services consistent with the assessed needs of clients and available bed capacity at Institutions for Mental Disease (IMD) facilities.

Background:

ADMHS provides a continuum of services, including inpatient treatment services to best meet the needs of individuals with severe mental illness. Institutions for Mental Disease (IMD) are facilities including hospitals, nursing facilities, or other institutions of more than 16 beds, that are primarily engaged in providing diagnosis, treatment, or care of persons with mental illness, including medical attention, nursing care, and related services. Due to the Federal IMD Exclusion, these services are not reimbursable by Medi-Cal for clients between the ages of 21 and 65. There are a limited number of these highly structured residential treatment services in California and none in Santa Barbara County. ADMHS examines the current caseload and historical use of IMD facilities in order to project the following year's contract amounts within the Department's budget constraints.

ADMHS is adjusting the contracts described herein to accommodate the current year's trends for each facility. ADMHS anticipates that these facilities will provide a greater number of services than originally contemplated, and will incur expenses beyond the value of the existing agreements. Approval of the recommended action will allow ADMHS to continue to provide clients with critical inpatient mental health services throughout the remainder of FY 13-14.

Crestwood Behavioral Health Center, Inc. (Crestwood), located in Kern, Shasta and Santa Clara counties, provides intensive psychiatric mental health treatment, medical assessment, diagnosis, and monitoring, and treatment groups for clients, including those diagnosed with co-occurring disorders, in locked facilities. These skill-building and symptom management services are designed to support clients in returning to community living as soon as possible. Approval of the amendment accommodates two additional beds per day at Crestwood, for a total of approximately fourteen Crestwood beds per day throughout FY 13-14.

Sylmar Health and Rehabilitation Centers (Sylmar) is a locked facility for adults with severe mental illness located in Los Angeles County. Sylmar provides intensive psychiatric mental health treatment, medical assessment, diagnosis and monitoring, and treatment groups for clients, including those diagnosed with co-occurring disorders. This facility is able to accommodate medically complex or fragile individuals. Approval of the amendment accommodates two additional beds per day at Sylmar, for a total of approximately eleven beds per day throughout FY 13-14.

Key Contract Risks:

There is risk that the number of contracted IMD beds may increase beyond what the department has projected. In that case, the department would return to the Board of Supervisors to request an additional increase to the contract maximum.

Fiscal and Facilities Impacts:

Budgeted: No

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	\$ 265,000.00		
Federal	\$ -		
Fees			
Other:			
Total	\$ 265,000.00	\$ -	\$ -

Narrative:

The above referenced contract amendments are funded by State and County General funds. The funding sources are included in the FY 2013-14 Adopted Budget, but may not be sufficient to cover the increased costs. Execution of this amendment may increase the use of general fund dollars by ADMHS. ADMHS will return to the Board of Supervisors in May 2014 with a 3rd quarter financial update and a budget adjustment request, if necessary, to request additional funding.

Special Instructions:

Please send one (1) complete copy of each executed contract amendment and one (1) minute order to:

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

Attachments:

Crestwood contract amendment
 Sylmar contract amendment