

Antonette Navarro, LMFT Director

July 18, 2023

Via Facsimile and Email

Susan Hoeflich, VP of Managed Care Aegis Treatment Centers, LLC 1317 Route 73 North, Suite 200 Mount Laurel, NJ 08054

Facsimile: 818-206-0381

Email: susan.hoeflich@pinnacletreatment.com

NOTICE OF TERMINATION OF AGREEMENT

Re: Termination of Agreement for Services of Independent Contractor with Aegis Treatment Centers, LLC for Fiscal Years 2021–24 (Board Contract Number 21-060), Effective June 30, 2023

Dear Susan Hoeflich,

On July 18, 2023, the Santa Barbara County Board of Supervisors voted to terminate the above-referenced Agreement with Aegis Treatment Centers, LLC ("Aegis") (the "Agreement") for convenience, effective June 30, 2023, as follows:

[INSERT VOTE HERE]

Section 19 of the Agreement authorizes termination of the Agreement by the County for convenience. The termination of the Agreement follows Santa Barbara County Department of Behavioral Wellness' ("BWell") award of the Narcotic Treatment Programs Request for Proposals, issued on October 4, 2022, to Aegis.

As a result of this termination, the maximum contract amount of the Agreement has been reduced and will no longer include the amounts designated for fiscal periods subsequent to June 30, 2023.

Furthermore, as indicated in Exhibit B-ADP, Section VII, Part D (Withholding of Payment for Non-submission of MIS and Other information) of the Agreement, final payment shall be withheld until the County is in receipt of complete and correct data, and this data has been reviewed and approved by the Director of the Department of BWell ("Director") or designee. The Director or designee will review this data within 60 calendar days of receipt. In addition, in accordance with Exhibit B-ADP, Section VIII (Cost Report) of the Agreement, we require your agency to submit a Cost Report following the end of the 2022-23 fiscal year.

As described in Section 14 (Records, Audit, and Review) of the Agreement, accounting and business records for the Agreement must be retained by your agency until the State Department of Health Care Services completes its final audit for fiscal years 2022-23. Records relating to prior year agreements are subject to the same terms for those years.

Please direct any communications for the final resolution of this Agreement to myself, Antonette Navarro, Director, at anavarro@sbcbwell.org and Chris Ribeiro, Chief Financial Officer, at cribeiro@sbcbwell.org.

BWell is grateful for your collaboration and commitment to providing services to the residents of Santa Barbara County.

Sincerely,

Antonette Navarro, LMFT Director