



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: December 17, 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, Ph.D, Director
Director(s) Behavioral Wellness, 681-5220
Contact Info: Pam Fisher, Psy.D, Deputy Director of Clinical Operations
Behavioral Wellness, 681-5220

SUBJECT: Behavioral Wellness Alcohol and Drug Program – Tarzana Treatment Centers, Inc. Drug Medi-Cal Organized Delivery System (DMC-ODS) FY 18-21 First Amendment

County Counsel Concurrence

As to form: Yes

Other Concurrence: Risk Manager

As to form: Yes

Auditor-Controller Concurrence

As to form: Yes

Recommended Actions:

That the Board of Supervisors:

- A. Approve, ratify and authorize the Chair to execute a **First Amendment to the Agreement** for Services of Independent Contractor with **Tarzana Treatment Centers, Inc.**, a California Corporation, (not a local vendor), to update provisions to the Agreement for compliance with State and Federal regulations, to add new Alcohol Drug Program (ADP) Substance Use Disorder (SUD) services for adolescent clients (under age 21) to the Agreement, and increase the contract maximum by \$357,241, inclusive of \$513,048 for FY 18-19, \$836,697 for FY 19-20, and \$836,697 for FY 20-21, for a new multi-year contract maximum not to exceed \$2,186,442 for the period of December 1, 2018 to June 30, 2021;
- B. Approve and authorize the Chair to delegate to the Director of Behavioral Wellness or her designee the authority to reallocate funds between funding sources at their discretion during the term of the agreements without altering the Maximum Contract Amount or requiring a formal amendment to the agreements per Exhibit B of the agreement, subject to the Board's ability to rescind this delegated authority at any time; and

- C. Determine that the above actions are government fiscal activities that will not result in direct or indirect physical changes in the environment, pursuant to section 15378(b)(4) of the California Environmental Quality Act (CEQA) guidelines.

Summary Text:

The Santa Barbara County Department of Behavioral Wellness (Be Well) provides a continuum of mental health and substance use disorder services to Santa Barbara County residents, in part through contracted providers including Community-Based Organizations (CBOs). The above referenced contract is on the agenda to request approval of the First Amendment to the Agreement with Tarzana Treatment Centers, Inc. (Tarzana) to update contract language for compliance with state and federal regulations; to add new ADP SUD services for adolescent clients (under age 21) with a substance use disorder diagnosis to obtain and maintain sobriety; increase the contract maximum by \$357,241, inclusive of \$513,048 for FY 18-19, \$836,697 for FY 19-20, and \$836,697 for FY 20-21, for a new multi-year contract maximum not to exceed \$2,186,442 for the period of December 1, 2018 to June 30, 2021; and to delegate to the Director of Be Well or her designee, the authority to reallocate funds between funding sources at their discretion during the term of the contract agreement without altering the Maximum Contract Maximum Amount or requiring a formal amendment to the agreement per Exhibit B. Approval of the recommended actions will allow Tarzana to continue to provide necessary Residential Treatment Services (RTS) services to Be Well clients.

Background:

The Board of Supervisors authorized the Director of Be Well to execute an Intergovernmental Agreement (No. 18-95148) with the State Department of Health Care Services (DHCS) to deliver SUD services under the Drug Medi-Cal (DMC) Organized Delivery System (ODS) on October 16, 2018. On November 13, 2018, Behavioral Wellness obtained approval from the Board of Supervisors to enter into an agreement with the Tarzana for the provision of ADP SUD services under the DHCS DMC-ODS pilot program effective December, 1, 2018 (BC 19-150). Behavioral Wellness concurrently terminated its existing Purchase Order service contract with Tarzana for the provision of ADP SUD Residential Treatment Services (CN22208) to allow for the provision of SUD services under ODS.

Through a competitive procurement process, Tarzana was initially awarded RTS Levels 3.1 and 3.5 and Withdrawal Management (WM) Level 3.2 for adult Behavioral Wellness clients. In February 2019, Tarzana was awarded additional RTS Levels of Care (LOC) that include RTS Level 3.3 and WM Level 3.7. It was also determined at this time that all LOC's awarded to Tarzana will be delivered to assist adult (age 18 and older) and adolescent (21 and under) clients.

The ADP services provided under this agreement are partially funded by Drug Medi-Cal through the Intergovernmental Agreement. For ADP services rendered in FYs 17-18, 18-19, and 19-20 that are not covered by Drug Medi-Cal, funding is provided by the federal Substance Abuse Prevention and Treatment Block Grant (SABG). The receipt of SABG grant funds and agreement with DHCS were approved by the Board of Supervisors on December 12, 2017.

Performance Outcomes:

Currently, there is no outcome data to report for Tarzana. Behavioral Wellness is working with Tarzana to obtain outcome data and ensure that Tarzana is in compliance with new performance indicators set by DHCS.

Fiscal and Facilities Impacts:

Budgeted: Yes

Fiscal Analysis:

Funding Sources	Current FY 18-19 Cost:	Current FY 19-20 Cost	Current FY 20-21 Cost
General Fund			
State	\$256,524	\$418,349	\$418,349
Federal	\$256,524	\$418,349	\$418,349
Fees			
Other:			
Total	\$513,048	\$836,697	\$836,697
Grand Total			\$2,186,442

Narrative: The above reference contract is funded by State and Federal funds. The funding sources are included in the FY 19-20 Adopted Budget. For FY 20-21 the budget is contingent on Board approval.

Key Contract Risks:

As with any contract funded by State and Federal sources, there is a risk of future audit disallowances and repayments. Behavioral Wellness contracts include language requiring contractors to repay any amounts disallowed in audit findings, minimizing financial risks to the County.

Special Instructions:

Please email one (1) complete executed contract and one (1) minute order to cfoschaar@sbcbswell.org and bwelcontractsstaff@co.santa-barbara.ca.us.

Attachments:

Attachment A: Tarzana Treatment Centers FY 18-21 First Amendment
Attachment B: Tarzana Treatment Centers FY 18-21 DMC-ODS BC

Authored by:

A. Foschaar