



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: May 1, 2018
Placement: Administrative
Estimated Time: N/A
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors

FROM: Department Alice Gleghorn, PhD, Director
Director(s) Department of Behavioral Wellness, 681-5220
Contact Info: Dr. Ole Behrendtsen, Medical Director, 681-5220

SUBJECT: Behavioral Wellness – Second Amendment to FY 15-18 Hometown Pharmacy Contract

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:

- A) Approve and authorize the Chair to execute a Second Amendment for Services of Independent Contractor with **Hometown LTC Pharmacy** (a local vendor), to increase the FY 17-18 contract by \$240,000, to allow for payment for continued pharmaceutical services, for a total multiyear contract maximum amount not to exceed **\$990,000** through June 30, 2018.
- B) Determine that these activities are exempt from California Environmental Quality Act review per CEQA Guidelines Section 15378(b)(5) since the recommended actions are government administrative activities which do not involve commitment to any specific project which may result in potentially significant physical impact on the environment.

Summary Text:

The above contract is on the agenda to request approval to increase the contract maximum amount for Fiscal Years 17-18 due to unanticipated increased service needs. Approval of the recommended actions will allow Behavioral Wellness to ensure continuation of lowest cost outpatient care to our clients; to meet the needs for additional medications to treat clients at both the Behavioral Wellness Psychiatric Health Facility and Crisis Stabilization Unit; and to provide for uninterrupted services.

Background:

The Department of Behavioral Wellness utilizes local Pharmacy vendors to provide both inpatient and outpatient Pharmaceutical Services to treat clients who do not qualify for Medi-Cal or have no insurance or other means of payment for medication. Contracts with various local and non-local Pharmacy vendors are key to ensuring that clients have access to necessary care and that the needs of the client are optimally met.

Since 1998, the Department of Behavioral Wellness has utilized a variety of local and non-local Pharmacy vendors to provide pharmaceuticals for the Psychiatrist Hospital Facility and the Outpatient Waiver program to dispense medication for psychiatric stabilization and treatment of clients, who do not qualify for Medi-Cal, have no insurance or other means of payment for medication, or for prescriptions that are not covered by other payor sources, to ensure clients have access to necessary care. The opening of the new 24/7 Crisis Stabilization Unit has resulted in the need for additional pharmacy services.

The Pharmacy Request for Proposal (RFP) process, concluded in January 2016, allowed the Department to identify a single Pharmacy vendor who could provide a more comprehensive, cohesive and efficient delivery for all of the Department's pharmacy needs. The RFP concluded with Hometown Pharmacy being awarded the multiyear contract, to provide outpatient medication for the Crisis Stabilization Unit, the Outpatient Pharmacy Waiver Program for the mid and north county areas, and inpatient and discharge medications for PHF patients.

Fiscal and Facilities Impacts:

Budgeted: Yes

Fiscal Analysis:

<u>Funding Sources</u>	<u>Current FY 15-16</u>	<u>Current FY 16-17</u>	<u>Current FY 17-18</u>
	<u>Cost:</u>	<u>Cost:</u>	<u>Cost:</u>
General Fund	\$ -	\$ -	\$ -
State	\$ 3,000.00	\$ 236,000.00	\$ 256,000.00
Federal	\$ 3,000.00	\$ 236,000.00	\$ 256,000.00
Fees	\$ -	\$ -	\$ -
Other:			
Total	\$ 6,000.00	\$ 472,000.00	\$ 512,000.00

Narrative: The funding sources are included in the FY 2015-2016 Budget, in the FY 16-17 Budget, and in the FY 17-18 Budget.

Key Contract Risks:

There is a risk that the services provided by the above vendors fall short of Federal and State standards, resulting in audit findings at the PHF. To address this risk, the contract includes provisions requiring the vendor to maintain compliance with Federal and State standards. In addition, the termination provision of the contract allows the County to terminate the contract for cause.

Special Instructions:

Please return one (1) scanned copy of the Minute Order and one (1) scanned copy of the executed signature page of the contract to: cfoschaar@sbcbswell.org

Attachments:

Attachment A: Hometown FY 15-18 BC AM 2

Attachment B: Hometown FY 15-18 BC AM 1

Attachment C: Hometown FY 15-18 BC

Authored by:

A. Foschaar

cc: