

County of Santa Barbara BOARD OF SUPERVISORS

Minute Order

December 15, 2020

Present:

5 - Supervisor Williams, Supervisor Hart, Supervisor Hartmann, Supervisor Adam, and Supervisor Lavagnino

BEHAVIORAL WELLNESS

File Reference No. 20-00980

RE:

Consider recommendations regarding the Third Amendments to Telecare Corporation and Crestwood Behavioral Health, Inc., Fiscal Year's (FY's) 2018-2021 Adult Crisis Residential Mental Health Services Agreements, as follows:

- a) Approve and authorize the Chair to execute a Third Amendment to the Agreement for Services of Independent Contractor with Crestwood Behavioral Health, Inc., a Delaware corporation (not a local vendor), for the provision of adult crisis residential mental health services in south Santa Barbara County, to extend the contract through February 28, 2021 and increase the contract amount by \$231,814.00.00 for FY 2020-2021 for a maximum contract amount not to exceed \$2,546,619.00 for the period of May 28, 2019 through February 28, 2021, inclusive of \$228,479.00 for FY 2018-2019, \$1,390,884.00 for FY 2019-2020, and \$927,256.00 for FY 2020-2021;
- b) Approve and authorize the Chair to execute a Third Amendment to the Agreement for Services of Independent Contractor with Telecare Corporation, a California Corporation (not a local vendor), for the provision of adult crisis residential mental health services in north Santa Barbara County, to extend the contract through February 28, 2021 and increase the contract amount by \$512,228.00 for FY 2020-2021, for a maximum contract amount not to exceed \$5,123,053.00 for the period of May 28, 2019 through February 28, 2021, inclusive of \$168,894.00 for FY 2018-2019, \$2,905,248.00 for FY 2019-2020, and \$2,048,911.00 for FY 2020-2021;
- c) Delegate to the Director of Behavioral Wellness or designee the authority to reallocate funds between funding sources at her discretion during the term of the agreement without altering the Maximum Contract Amount; adjust or waive the County Maximum Allowable rate based on operating needs; amend the program goals, outcomes, and measures in Exhibit E of the agreement; or make immaterial changes to the agreement, all without requiring a formal amendment, subject to the Board's ability to rescind this delegated authority at any time; and
- d) Determine that the above actions are government fiscal activities, which do not involve any commitment to any specific project that 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.



County of Santa Barbara BOARD OF SUPERVISORS

Minute Order

December 15, 2020

A motion was made by Supervisor Williams, seconded by Supervisor Hartmann, that this matter be acted on as follows:

- a) and b) Approved and authorized; Chair to execute;
- c) Delegated; and
- d) Approved.

The motion carried by the following vote:

Ayes: 5 - Supervisor Williams, Supervisor Hart, Supervisor Hartmann, Supervisor Adam, and Supervisor Lavagnino



BOARD OF SUPERVISORS AGENDA LETTER

Clerk of the Board of Supervisors

105 E. Anapamu Street, Suite 407 Santa Barbara, CA 93101 (805) 568-2240 Agenda Number:

Department Name: Behavioral Wellness

Department No.: 043

For Agenda Of: December 15, 2020
Placement: Administrative

PF

Estimated Time:

Continued Item: N_0

If Yes, date from:

Vote Required: Majority

TO: Board of Supervisors

Department Alice Gleghorn, Ph.D., Director

Director(s) Department of Behavioral Wellness 805-681-5220 Contact Info: Chris Ribeiro, Chief Financial Officer, 805-681-5220

SUBJECT: Third Amendments to Telecare Corporation and Crestwood Behavioral Health,

Inc. FY 18-21 Adult Crisis Residential Mental Health Services Agreements

County Counsel Concurrence

Auditor-Controller Concurrence

Digitally signed by PF

Date: 2020.12.02 15:17:57 -08'00'

As to form: Yes As to form: Yes

Other Concurrence: Risk Management

As to form: Yes

FROM:

Recommended Actions:

That the Board of Supervisors:

- A. Approve and authorize the Chair to execute a Third Amendment to the Agreement for Services of Independent Contractor with **Crestwood Behavioral Health, Inc.**, a Delaware corporation (not a local vendor), for the provision of adult crisis residential mental health services in south Santa Barbara County, to extend the contract through February 28, 2021 and increase the contract amount by \$231,814.00 for Fiscal Year (FY) 20-21 for a maximum contract amount not to exceed \$2,546,619.00 for the period of May 28, 2019 through February 28, 2021, inclusive of \$228,479.00 for FY 18-19, \$1,390,884.00 for FY 19-20, and \$927,256.00 for FY 20-21;
- B. Approve and authorize the Chair to execute a Third Amendment to the Agreement for Services of Independent Contractor with **Telecare Corporation**, a California Corporation (not a local vendor), for the provision of adult crisis residential mental health services in north Santa Barbara County, to extend the contract through February 28, 2021 and increase the contract amount by \$512,228.00 for FY 20-21, for a maximum contract amount not to exceed \$5,123,053.00 for the period of May 28, 2019 through February 28, 2021, inclusive of \$168,894 for FY 18-19, \$2,905,248 for FY 19-20, and \$2,048,911.00 for FY 20-21;

- C. Delegate to the Director of Behavioral Wellness or designee the authority to reallocate funds between funding sources at her discretion during the term of the agreement without altering the Maximum Contract Amount; adjust or waive the County Maximum Allowable rate based on operating needs; amend the program goals, outcomes, and measures in Exhibit E of the agreement; or make immaterial changes to the agreement, all without requiring a formal amendment, subject to the Board's ability to rescind this delegated authority at any time; and
- D. Determine that the above actions are government fiscal activities, which do not involve any commitment to any specific project that 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:

These items are on the agenda to request approval to extend the contract end dates with existing crisis residential treatment (CRT) service providers, Crestwood Behavioral Health, Inc. and Telecare Corporation, from June 30, 2020 through February 28, 2021. This extension will allow time to complete a competitive request for proposal (RFP) process for the selection of CRT service providers. Due to the current COVID-19 public health emergency, issuance of the CRT RFP was delayed. Approval of the recommended contract extensions will allow the time needed for Behavioral Wellness (BeWell) to negotiate contracts with the successful bidders and return to the Board with the final contracts recommended for approval.

Background:

A Crisis Residential Treatment (CRT) facility is a safe and therapeutic environment where residents are assisted to stabilize the symptoms of mental illness and co-occurring conditions; gain skills to manage the client's condition more effectively; make progress on the path to personal recovery; and engage community supports that will enable the client to leave the facility, participate fully in necessary follow-up treatment, and improve networks of support for community life; including linkage to community services. Typically, these services are provided to clients upon discharge from a Psychiatric Health Facility (PHF).

On May 1, 2019, Anka Behavioral Health Inc., the County's former CRT provider, unexpectedly filed for bankruptcy and announced on May 8, 2019 that it would no longer provide services to County's clients after May 31, 2019. On May 28, 2019, the Board authorized the Chair to execute agreements with experienced and qualified crisis residential service providers, Crestwood Behavioral Health, Inc. (Crestwood) and Telecare Corporation (Telecare) in order to provide a seamless transition from Anka to the new providers. Contracts were executed with Telecare and Crestwood for the time period May 28, 2019 through June 30, 2020.

Federal law allows for the procurement by noncompetitive proposals when a public exigency or emergency will not permit a delay resulting from competitive selection. (2 CFR 200.320, subdiv. (f).) BeWell was in the process of releasing a CRT RFP, but that process was delayed due to the current COVID-19 public health emergency and BeWell's need to respond to such. The RFP was issued in September 2020 and the Notice of Intent to Award was issued on November 23, 2020. Approval of the above amendments will allow BeWell clients to continue to receive necessary adult crisis residential mental health services without a gap in services while BeWell negotiates contracts with the successful bidders. BeWell will return to the Board with the final contracts recommended for approval.

Performance Outcomes:

Crestwood Behavioral Health, Inc.

After taking over Anka Behavioral Health Inc.'s CRT contract in South County on May 28, 2019, BeWell is satisfied with Crestwood's performance.

Telecare Corporation:

The Telecare Corporation provides an array of mental health services to adults in the Santa Maria area. One of these services is the North County Crisis Residential Treatment (CRT), which provides short-term crisis residential services. This program has a forensic component, and will allow for a longer length of stay (up to 90 days). The second CRT is Agnes Avenue CRT, which is a traditional CRT providing short-term crisis residential services for up to 30 days. Both are recovery-focused, learning environments to improve symptom management, community living and interpersonal skills needed to function well in the community. Below is a summary of the second two quarters of this current FY for each of the programs:

Carmen Lane Forensic CRT: During Q2 and Q3, they Telecare met and exceeded all goals. During Q3, Carmen Lane CRT maintained 84% bed days during this quarter. This is a small decrease from last quarter. Their collaboration with Justice Alliance, PHF, and CSU helps to ensure they receive consistent and appropriate referrals. During this quarter, Carmen Lane CRT referred 6 clients who were not currently connected to a BeWell MH program to NCCS or Homeless Services for aftercare support which includes housing placement. All other clients were referred to follow up with their current BeWell treatment providers.

Agnes Ave CRT opened its doors in Nov. 2019. They have currently met all outcome goals set for them. In Q3, they were able to discharge clients back to the community at a lower level of care at a 96% success rate.

Fiscal and Facilities Impacts:

Budgeted: Yes

Fiscal Analysis:

Funding Sources	<u>FY 1</u>	FY 18-19 Cost:		FY 19-20 Cost:		FY 20-21 Cost		Y 18-21 erall Total
General Fund								
State/Realignment	\$	198,687	\$	2,148,066	\$	1,488,083.50		
Federal	\$	198,687	\$	2,148,066	\$	1,488,083.50		
Fees								
Total	\$	397,373	\$	4,296,132	\$	2,976,167.00	\$	7,669,672

Narrative: The above-referenced contracts are funded by a combination of State and Federal funds.

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 County.

Special Instructions:

Please email one (1) Minute Order and two (2) complete executed amendments to Amber Foschaar at cfoschaar@sbcbwell.org and to the Contracts Division at bwellcontractsstaff@co.santa-barbara.ca.us

Attachments:

Attachment A: Telecare Corporation FY 18-21 BC Third Amendment

Attachment B: Telecare Corporation FY 18-20 BC Second Amendment executed

Attachment C: Telecare Corporation FY 18-20 BC First Amendment executed

Attachment D: Telecare Corporation FY 18-20 BC executed (BC19-219)

Attachment E: Crestwood Behavioral Health, Inc. FY 18-21 BC Third Amendment

Attachment F: Crestwood Behavioral Health, Inc. FY 18-20 BC Second Amendment executed

Attachment G: Crestwood Behavioral Health, Inc. FY 18-20 BC First Amendment executed

Attachment H: Crestwood Behavioral Health, Inc. FY 18-20 BC executed (BC 19-220)

Authored by:

M. Johnson/ A. Foschaar

THIRD AMENDED AGREEMENT

FOR SERVICES OF INDEPENDENT CONTRACTOR

THIS Third Amendment to the AGREEMENT for services of Independent Contractor, referenced as <u>BC 19-220</u>, is made by and between the County of Santa Barbara, Department of Behavioral Wellness (County) and **Crestwood Behavioral Health, Inc.**, a Delaware corporation, with its principle place of business at 520 Capitol Mall, Sacramento, CA, wherein Contractor agrees to provide and County agrees to accept the services specified herein (hereafter Third Amended Agreement).

WHEREAS, Contractor represents that it is specially trained, skilled, experienced, and competent to perform the special services required by County and County desires to continue to retain the services of Contractor pursuant to the terms, covenants, and conditions herein set forth;

WHEREAS, the County Board of Supervisors authorized the County to enter into a Board Agreement for Services of Independent Contractor, referred to as BC 19-220, on May 28, 2019 for the provision of crisis residential treatment services for a total amount not to exceed \$1,619,363.00 for the period of May 28, 2019 through June 30, 2020;

WHEREAS, the County Board of Supervisors authorized the County to enter into a First Amended Agreement on June 16, 2020 to increase the amount of the Agreement by \$695,442.00 for FY 20-21 and extend the term of the Agreement to December 31, 2020, for a new contract maximum amount not to exceed \$2,314,805.00 for the period of May 28, 2019 to December 31, 2020, inclusive of \$228,479.00 for FY 18-19, \$1,390,884.00 for FY 19-20, and \$695,442.00 for FY 20-21;

WHEREAS, the County Board of Supervisors authorized the County to enter into a Second Amended Agreement on June 16, 2020 to remove the County Maximum Allowable (CMA) rate for FY 19-20, to more accurately reflect the productivity levels upon which the CMA is based with no change in the contract maximum amount;

WHEREAS, the County and Contractor wish to enter into a Third Amended Agreement to increase the maximum contract amount by \$231,814.00 for FY 20-21 and extend the term of the Agreement to February 28, 2021, for a new contract maximum amount not to exceed \$2,546,619.00 for the period of May 28, 2019 to February 28, 2021, inclusive of \$228,479.00 for FY 18-19, \$1,390,884.00 for FY 19-20, and \$927,256.00 for FY 20-21;

WHEREAS, this Third Amended Contract incorporates the terms set forth in the Agreement approved by the County Board of Supervisors on May 28, 2019 and each subsequent amendment, except as modified by this Third Amended Contract.

NOW, THEREFORE, in consideration of the mutual covenants and conditions contained herein, the parties agree as follows:

I. Delete Section 4 (Term) of the Agreement and replace it with the following:

1. TERM.

Contractor shall commence performance on 5/28/2019 and end performance upon completion, but no later than 2/28/2021 unless otherwise directed by County or unless earlier terminated.

II. <u>Delete Section II (Maximum Contract Amount) of Exhibit B (Financial Provisions</u> MHS and replace with the following:

The Maximum Contract Amount of this Agreement shall not exceed \$2,546,619.00 inclusive of \$228,479.00 for FY 18-19, \$1,390,884.00 for FY 19-20, and \$927,256.00 for FY 20-21, which shall consist of County, State, and/or Federal funds as shown in Exhibit B-1–MH and subject to the provisions in Section I (Payment for Services). Notwithstanding any other provision of this Agreement, in no event shall County pay Contractor more than this Maximum Contract Amount for Contractor's performance hereunder without a properly executed amendment.

III. Add the following Exhibit B-1 MHS (Schedule of Rates and Contract Maximum) FY 20-21 to the Agreement:

EXHIBIT B-1 MH DEPARTMENT OF BEHAVIORAL WELLNESS SCHEDULE OF RATES AND CONTRACT MAXIMUM

CONTRACTOR NAME:

Crestwood

FISCAL July 2020-YEAR: Feb 2021

Contracted Services (1)	Service Type	Mode	Service Description	Unit of Service	Service Function Code	County Maximum Allowable Rate(4)
	24-Hour	05	Adult Crisis Residential	Bed Day	40	\$440.63
Medi-Cal Billable Services	Outpatient Services	15	Targeted Case Management	Minutes	01	\$2.58
Non - Medi-Cal Billable Services	Support Services	60	Life Support: Board and Care	N/A	40	Actual Cost

		PROGRAM				
	Crisis Residential South			TOTAL		
GROSS COST:	\$ 927,256			\$927,256		
CONTRACTOR:						
PATIENT FEES				\$ -		
CONTRIBUTIONS				\$ -		
OTHER (LIST):				\$ -		
TOTAL CONTRACTOR REVENUES	\$ -			\$0		
MAXIMUM CONTRACT AMOUNT PAYABLE:	\$ 927,256	\$		\$ 927,256		

SOURCES OF FUNDING FOR MAXIMUM CONTRACT AMOUNT (2)						
MEDI-CAL (3)	\$	463,628				\$ 463,628
NON-MEDI-CAL	S	46,363	\$	-		\$ 46,363
SUBSIDY	S	417,265				\$ 417,265
OTHER (LIST):						\$ -
TOTAL (SOURCES OF FUNDING) (3)	s	927,256	s			\$ 927,256

CONTRACTOR SIGNATURE:	Maureler	
FISCAL SERVICES SIGNATURE:		

- (1) Additional services may be provided if authorized by Director or designee in writing.
- (2) The Director or designee may reallocate between funding sources at his/her discretion during the term of the contract, including to utilize and maximize any additional funding or FFP provided by local, State, or Federal law, regulation, policy, procedure, or program. The Director or designee also reserves the right to reallocate between funding sources in the year end cost settlement. Reallocation of funding sources does not alter the Maximum Contract Amount and does not require an amendment to the contract.
- (3) Source of Medi-Cal match is State and Local Funds including but not limited to Realignment, MHSA, General Fund, Grants, Other Departmental and SB 163.
- * MHS Assessment and MHS Therapy services may only be provided by licensed, registered or waivered Mental Health clinicians, or graduate student interns under direct supervision of a licensed, registered or waivered Mental Health clinician.
- (4) Director or designee may remove or increase the CMA based on operating needs. Modifications to the CMA do not alter the Maximum Contract Amount and do not require an amendment to the contract.

IV. Add the following Exhibit B-2 Contractor Budget by Program to the Agreement:

AGENCY NAME: SANTA BARBARA CRT - 1176 - CRESTWOOD

COUNTY FISCAL YEAR: JUL 2020-FEB 2021

$\frac{\sim}{\sim}$	UNITY FISCAL YEAR: JUL 2020-FEB	2021		
# BNI	COLUMN# 1	3		
	I. REVENUE SOURCES:	Crisis Residential South		
1	Behavioral Wellness Funding	\$ 927,256		
2	Total Other Revenue	\$ 927,256		
	I.B Client and Third Party Revenues:			
3	Client Fees			
4	SSI			
5	Total Client and Third Party Revenues	\$ -		
6	GROSS PROGRAM REVENUE BUDGET	\$ 927,256		
	III. DIRECT COSTS	Crisis Residential South		
	III.A. Salaries and Benefits Object Level			
7	Salaries (Complete Staffing Schedule)	\$ 413,528		
8	Employee Benefits	\$ 170,727		
9	Payroll Taxes	\$ 36,657		
10	Salaries and Benefits Subtotal	\$ 620,912		
	III.B Services and Supplies Object Level			
11	Professional Fees	\$ 4,000		
12	Office Supplies, Postage, Shipping	\$ 3,333		
13	Training & Transportation Costs	\$ 12,963		
14	Waste Water, Gas/Electric, Alarm, Hazmat	\$ 8,276		
15	Building Lease	\$ 73,336		
16	Furniture/Fixtures - Expendable	\$ 3,904		
17	Software, Licensing, Data, Phone, IT Support	\$ 23,643		
18	Payroll Service Fees	\$ 8,965		
19	Insurance/General	\$ 15,765		
20	Pre-Employment Expense, Advertising/Employment Ads	\$ 3,212		
21	Accreditation, Certification, Audit Fees	\$ -		
22	Services and Supplies Subtotal	\$ 157,397		

	III.C. Client Expense Object Level Total (Not Medi-Cal Reimbursable)	
23	Client Services Linen/Household Supplies, Program Expenses, Food Supplies, Medication/Laboratory, Socialization-Media	\$ 28,000
24	SUBTOTAL DIRECT COSTS	\$ 806,309
	IV. INDIRECT COSTS	
25	Administrative Indirect Costs (Reimbursement limited to 15%)	\$ 120,946
26	GROSS DIRECT AND INDIRECT COSTS	\$ 927,256

V. All other terms shall remain in full force and effect.

SIGNATURE PAGE

Third Amendment to Agreement for Services of Independent Contractor between the County of Santa Barbara and Crestwood Behavioral Health, Inc.

IN WITNESS WHEREOF, the parties have executed this Agreement to be effective on the date executed by COUNTY.

executed by COUNTY.	COUNTY OF SANTA BARBARA:
	By: GREGG HART, CHAIR BOARD OF SUPERVISORS
	Date:
ATTEST: MONA MIYASATO COUNTY EXECUTIVE OFFICER CLERK OF THE BOARD	CONTRACTOR: CRESTWOOD BEHAVIORAL HEALTH, INC.
Deputy Clerk Date:	Name: Elena MashKevich Title: Director of County Cont 11/30/2020
APPROVED AS TO FORM: MICHAEL C. GHIZZONI COUNTY COUNSEL	APPROVED AS TO ACCOUNTING FORM: BETSY M. SCHAFFER, CPA AUDITOR-CONTROLLER
By: Deputy County Counsel	By: Deputy
RECOMMENDED FOR APPROVAL: ALICE GLEGHORN, PH.D., DIRECTOR DEPARTMENT OF BEHAVIORAL WELLNESS	APPROVED AS TO INSURANCE FORM: RAY AROMATORIO, RISK MANAGER RISK MANAGEMENT
By: Director	By: Risk Management

SIGNATURE PAGE

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executed by COUNTY.	COUNTY OF SANTA BARBARA:
	By: GREGG HART, CHAIR BOARD OF SUPERVISORS
	Date:
ATTEST: MONA MIYASATO COUNTY EXECUTIVE OFFICER CLERK OF THE BOARD	CONTRACTOR: CRESTWOOD BEHAVIORAL HEALTH, INC.
Deputy Clerk Date:	By: Authorized Representative Name: Title: Date:
APPROVED AS TO FORM: MICHAEL C. GHIZZONI COUNTY COUNSEL By: Deputy County Counsel	APPROVED AS TO ACCOUNTING FORM: BETSY M. SCHAFFER, CPA AUDITOR-CONTROLLER By: Deputy
RECOMMENDED FOR APPROVAL: ALICE GLEGHORN, PH.D., DIRECTOR DEPARTMENT OF BEHAVIORAL WELLNESS	APPROVED AS TO INSURANCE FORM: RAY AROMATORIO, RISK MANAGER RISK MANAGEMENT
By: PFisher for A Gleghorn Director	By: Risk Management

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IN WITNESS WHEREOF, the parties have executed this Agreement to be effective on the date executed by COUNTY.

executed by COUNTY.	COUNTY OF SANTA BARBARA:
	By: GREGG HART, CHAIR BOARD OF SUPERVISORS
	Date:
ATTEST: MONA MIYASATO COUNTY EXECUTIVE OFFICER CLERK OF THE BOARD	CONTRACTOR: CRESTWOOD BEHAVIORAL HEALTH, INC.
Deputy Clerk	By: Authorized Representative
Date:	Name:
	Title:
	Date:
APPROVED AS TO FORM: MICHAEL C. GHIZZONI COUNTY COUNSEL By: Teresa M. Martinez Teresa M. Martinez Teresa M. Martinez (Dec 3, 2020 15:51 PST)	APPROVED AS TO ACCOUNTING FORM: BETSY M. SCHAFFER, CPA AUDITOR-CONTROLLER By: Robert Geis (Dec 3, 2020 16:07 PST)
Deputy County Counsel RECOMMENDED FOR APPROVAL:	Deputy APPROVED AS TO INSURANCE FORM:
ALICE GLEGHORN, PH.D., DIRECTOR DEPARTMENT OF BEHAVIORAL WELLNESS	RAY AROMATORIO, RISK MANAGER RISK MANAGEMENT
By: Director	By: Risk Management