

**MEMORANDUM
PLACER COUNTY HEALTH AND HUMAN SERVICES
Adult System of Care**

TO: Honorable Board of Supervisors

FROM: Richard J. Burton, M.D., M.P.H.
Placer County Health Officer and Director of Health & Human Services
Maureen F. Bauman, Director of Adult System of Care

DATE: September 13, 2011

SUBJECT: Contract for Mental Health Services

ACTION REQUESTED:

Approve contract amendment #308-183-M-R2010, Amendment I with El Dorado County, Department of Mental Health for inpatient psychiatric health facility services from July 1, 2010 to June 30, 2012, increasing total compensation by \$51,000 for a revised aggregate amount of \$67,000, and authorize the Director of Health and Human Services to sign this amendment and subsequent amendments up to 10% of the total.

BACKGROUND:

Placer County Health and Human Services provided unique and mandated mental health services for 4,374 individuals during the prior fiscal year. This range of psychiatric services includes crisis, hospital, residential, and outclient services. The Adult System of Care (ASOC) is responsible for providing the appropriate level of mental health care for County residents by the most cost effective means.

Inpatient hospital services at Psychiatric Health Facilities (PHFs) provide 24-hour supervised care for adults with severe mental disorders who are unable to provide for their basic needs, are at risk to themselves or others. During this last year, 2,245 residents at risk to themselves or others were evaluated, of which 1,102 required hospitalizations (an increase of 14% from the prior year).

During times of full capacity at the Placer County PHF, overflow services with neighboring PHFs are a cost effective alternative to private inpatient hospitals (\$650 daily rate vs. \$850 daily rate). El Dorado Department of Mental Health has been a long-standing partner with ASOC (with a similar cost structure that maximizes federal dollars) in providing such services. Because ASOC strives to provide the most cost effective means with consistent service, inpatient services were reviewed and determined that additional funding with El Dorado County contract will be necessary to meet anticipated use of services.

This amendment was reviewed and recommended for approval by the Mental Health, Alcohol, and Drug Advisory Board at its regular meeting on August 22, 2011.

FISCAL IMPACT:

Total revised funding for this contract is \$67,000 including State funding of \$26,800 (40%) and a County General Fund contribution of \$40,200 (60%). The cost of this mandated service is included in the Department's FY 2010-11 Final Budget (\$8,000) and FY 2011-12 Proposed Budget (\$59,000).

This amendment is on file with the Clerk of the Board for review.

