

**MEMORANDUM
PLACER COUNTY HEALTH AND HUMAN SERVICES
Children's 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
Richard S. Knecht, Director of Children's System of Care

DATE: May 7, 2013

SUBJECT: Budget Revision and Contract Amendments for Systems of Care Contracted Services

ACTION REQUESTED:

1. Approve contract amendment CN013172-A with New Leaf Counseling Services, increasing funding by \$177,000 for the period from July 1, 2012 through June 30, 2013 and \$77,000 for the period of July 1, 2013 through June 30, 2014 for a revised combined total of \$643,710 (no net County cost);
2. Approve contract amendment CN013173-A with Progress House, Inc., increasing funding by \$81,000 for the period from July 1, 2012 through June 30, 2013 and \$81,000 for the period of July 1, 2013 through June 30, 2014 for a revised combined total of \$911,200 (no net County cost);
3. Approve contract amendment CN013163-A with Community Recovery Resources, increasing funding by \$100,000 for the period from July 1, 2012 through June 30, 2013 and \$100,000 for the period of July 1, 2013 through June 30, 2014 for a revised combined total of \$1,897,200 (no net County cost);
4. Approve a Change Order to Blanket Purchase Order No. BP019942 with Phamatech, Inc. for FY 2012-13 for drug and alcohol lab testing services, increasing funding by \$39,400 for a revised total of \$143,400 (no net County cost);
5. Increase the maximum payment authorization ("umbrella contract") amount to Systems of Care mental health private network providers for FY 2012-13, increasing funding by \$130,000 for a revised total of \$600,000 (no net County cost) and authorize the Auditor-Controller's Office to increase the payment ceiling in this amount;
6. Approve the attached budget revision in the amount of \$1,100,000 to appropriate funding for these agreements and additional expenditures to the Department's FY 2012-13 Budget.

BACKGROUND:

Over the last five years, the Children's System of Care (CSOC) and its partner agencies have expanded and enhanced prevention and early intervention services across the County. Notwithstanding this effort, the capacities of Placer County's families and the community's support will not always be sufficient to prevent the need for assistance on some critically mandated County services. Since September 2012, CSOC has seen an increase in the demand for child protective services. Last year, CSOC filed 364 formal petitions to detain child abuse and neglect victims. This year, the division anticipates filing in excess of 420 actions on behalf of children. A large number of the involved parents of these children are in need of substance abuse and mental health services, which are usually mandated by the dependency court. Accordingly, demand for these services exceeds original utilization assumptions for both substance abuse and mental health services and the following contracted providers have seen a concordant increase in demand:

- New Leaf Counseling Services and Progress House, Inc. provide outpatient and 24-hour substance abuse services.
- Community Recovery Resources, Inc. delivers residential, outpatient and other community supports to persons with substance abuse disorders.

- Phamatech, Inc. provides drug and alcohol testing for both the Adult and Children's Systems of Care for the substance abuse treatment programs and child welfare services. Increases in these testing services have resulted from increased court orders for testing for parents involved with substances.
- Individual private mental health service providers deliver individual and group outpatient services.

FISCAL IMPACT:

The accompanying Budget Revision will add expenditures totaling \$1,100,000 under these contracts to the FY 2012-13 budget for the Children's System of Care. The contract and Blanket Purchase Order increases proposed in this request will be fully budgeted with approval of the accompanying Budget Revision. The increased expenditures for FY 2013-14 have been included in the Department's FY 2013-14 Requested Budget. The proposed expenditure increases will be funded entirely by Federal and State funds. No increase in County General Funds is needed.

The contract amendments with New Leaf Counseling Services, Progress House, Inc., and Community Recovery Resources are on file with the Clerk of the Board for review.

cc: Procurement Services

PLACER COUNTY

BUDGET REVISION

PAS DOCUMENT NO.

282

POST DATE:

DEPT NO.	DOC TYPE	Total \$ Amount	TOTAL LINES
14	BR	2,200,000.00	5

Cash Transfer Required

Reserve Cancellation Required

Establish Reserve Required

315 Auditor-Controller

County Executive

Board of Supervisors

ESTIMATED REVENUE ADJUSTMENT										APPROPRIATION ADJUSTMENT											
DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT	DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT
14	006		100		994297	94297	7399			1,100,000	14	014		100		994297	94297	2422			100,000
											14	014		100		994297	94297	2555			730,000
											14	014		100		994297	94297	2727			140,000
											14	014		100		994297	94297	3080			130,000
TOTAL										TOTAL											
										1,100,000											

REASON FOR REVISION: Increase appropriation for additional drug testing, contract and lease costs and increase Social Services realignment revenue resulting from unbudgeted Realignment Growth distributions.

Prepared by Jim Nissen Ext 2813

Department Head [Signature]

Board of Supervisors _____

Date: 3/8/13

Page: _____

Budget Revision # _____ FOR INDIVIDUAL DEPT USE

