

**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: November 5, 2013

SUBJECT: Mental Health Contract Amendments for FY 2012-14

ACTION REQUESTED:

1. Approve the following contract amendments for mandated medically necessary mental health services for Placer County residents with the highest level of need for the contract term of July 1, 2012 to June 30, 2014, and authorize the Director of Health and Human Services to sign these amendments and approve subsequent amendments up to 10 percent of the total of each contract, consistent with the current agreements' subject matter and scope of work:
 - a. Amend contract # CN005575 with California Psychiatric Transitions in the amount of \$121,425 (\$72,855 net County cost), for a revised total of \$301,425, and
 - b. Amend contract # CN013237 with Vista Pacifica Enterprises, Inc. in the amount of \$185,000 (\$111,000 net County cost), for a revised total of \$485,000.

BACKGROUND:

Placer County Adult System of Care provides mandated mental health services to approximately 5,000 adults each year. Of this amount no more than five each year need the specialized level of care provided through these two contracts. These contracts provide County residents with a structured therapeutic setting, in highly secure environments. They are meeting the needs of clients, with the most acute and chronic mental health conditions, who would not have their needs met through other providers, and who are at a high risk of requiring State Hospital services. While these providers are located farther away than we prefer, we use them when we have no alternative program nearby that can meet the specialized needs of this group of clients.

California Psychiatric Transitions (CPT), in Delhi, CA, provides an alternative for clients who would otherwise be placed in the State Hospital. CPT has a unique unit that provides intensive services to those previously not able to be restored to competency. These services are provided at a lower cost than the State Hospital and could potentially assist a client with regaining competency to stand trial for a crime. Vista Pacifica, Inc., in Riverside, CA, provides specialized services for some of Placer County's more difficult-to-place clients. They provide services to Placer County clients who require a structured therapeutic setting in a secure facility. All services are directed at improving the living skills of clients with persistent mental disorders to assist them in meeting their rehabilitation goals and re-integrating them back into their community or move them closer to Placer County when ready.

The service delivery model provided through these two contracts continues to provide the most cost-effective and results-based options for Placer County. We expect to use our other contracted facilities at lower levels and use these contracts when placements cannot be made within those current contracted facilities. Although these contracts are being amended for additional funds, the overall budgets for these locked facilities will remain at the currently budgeted amounts.

These contracts were reviewed and recommended for Board of Supervisors approval by the Mental Health, Alcohol, and Drug Advisory Board at its October 28, 2013 board meeting.

FISCAL IMPACT:

The \$306,425 increase to expenditures included in these amended contracts is included in the Department's FY 2013-14 Final Budget. Funding for the increase is provided by \$122,570 (40 percent) in State realignment funding and \$183,855 (60 percent) in County General Funds.

These contract amendments are on file with the Clerk of the Board for review.