

**MEMORANDUM
PLACER COUNTY HEALTH AND HUMAN SERVICES
Children's System of Care**

TO: Honorable Board of Supervisors
FROM: Jeffrey S. Brown, M.P.H., M.S.W., Director of Health and Human Services
Richard S. Knecht, Director of Children's System of Care
DATE: August 26, 2014
SUBJECT: Amendment to Contract CN05633 with Sutter Center for Psychiatry

ACTION REQUESTED:

1. Approve contract amendment CN05633-A with Sutter Health Sacramento Sierra Region dba Sutter Center for Psychiatry for inpatient psychiatric health facility services from July 1, 2013 to June 30, 2015, increasing total compensation by \$40,000 for a revised aggregate amount of \$100,000, and authorize the Director of Health and Human Services to sign this amendment and subsequent amendments up to 10 percent of the revised total, consistent with the agreement's subject matter and scope of work.

BACKGROUND:

The Adult and Children's Systems of Care provide a host of mental health services for nearly 3,500 people each year. Part of the agency's mandate is to assure timely access to inpatient assessment and treatment when medically necessary.

Inpatient hospital services at private psychiatric hospitals provide 24-hour supervised care for patients with severe mental disorders who are at risk to themselves or others. During this last year, driven largely by expanded eligibility, the number of children and youth requiring hospitalization has increased.

Sutter Center for Psychiatry is a primary contractor for children's inpatient services. This amendment will cover the increased costs associated with the increased demand for these services.

FISCAL IMPACT:

The \$20,000 increase to expenditures for year one included in this amended contract is included in the Department's FY 2013-14 Final Budget. The \$20,000 increase to expenditures for year two is included in the Department's FY 2014-15 Proposed Budget. Funding for the increase is provided by \$16,000 (40 percent) in State realignment funding and \$24,000 (60 percent) in required County General Funds.

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

