



**MEMORANDUM
HEALTH AND HUMAN SERVICES
ADULT SYSTEMS OF CARE DIVISION**
County of Placer

TO: Honorable Board of Supervisors **DATE:** August 23, 2022
FROM: Robert Oldham, Director of Health and Human Services
BY: Nancy Baggett, Staff Services Manager
SUBJECT: Memorandum of Understanding with the California Department of State Hospitals

ACTION REQUESTED

1. Approve a Memorandum of Understanding (MOU) with the California Department of State Hospitals (DSH), California Mental Health Services Authority (CalMHSA), and participating counties for the purchase of state hospital beds for participating counties extending the term by six months from July 1, 2022 to December 31, 2022, and authorize payments made to date, and authorize the Director of Health and Human Services to sign the amendment with Risk Management and County Counsel concurrence and subsequent amendments consistent with the subject matter and scope of work with Risk Management and County Counsel concurrence.
2. Approve a Participation Agreement with CalMHSA for their State Hospital Programs from July 1, 2022 through June 30, 2023, in an amount not to exceed \$2,804, and authorize payments made to date, and authorize the Director of Health and Human Services to sign the amendment with Risk Management and County Counsel concurrence and subsequent amendments consistent with the subject matter and scope of work with Risk Management and County Counsel concurrence.

BACKGROUND

The Placer County Board of Supervisors initially approved the memorandum of participation with CalMHSA for the purchase of state hospital beds on January 5, 2016, through the approval of the Purchase Agreement from July 1, 2014, through June 30, 2016. This agreement has subsequently been amended and approved by this Board in 2019, 2020, and 2021. Our ongoing participation in this MOU allows Placer County, Adult System of Care (ASOC) to continue to act jointly with other counties in contracting operational costs with the California Department of State Hospitals (DSH) for access and use of State hospital bed resources for six months while CalMHSA and the DSH negotiate, finalize, and incorporate preliminary bed management protocols for individuals who are conserved under the Lanterman-Petris Short Act (LPS), and related terms and conditions, into the final Fiscal Year 2022-2023 MOU. CalMHSA anticipates that the new amendment will be finalized by December 31, 2022.

The MOU benefits Placer County with mutual indemnification, clear admission and discharge procedures, and payment only for utilized beds. The current annual cost of DSH treatment beds for Placer County, with one person placed, is \$265,720 (daily rate: \$728). Reimbursement to

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DSH occurs through an offset of the 1991 Mental Health Realignment funds sent to Placer County. This agreement does not increase our current utilization of DSH state hospital beds.

CalMHSA, on the behalf of participating counties/cities, will function as the main point of contact and the lead in negotiations of a MOU for terms and rates for psychiatric bed utilization at the DSH. In addition, CalMHSA shall work with the cities/counties to explore and determine feasibility of local infrastructure projects to serve as alternative facilities to DSH.

FISCAL IMPACT

The total estimated cost of usage for two beds for FY 2022-23 is \$265,720. Funding for this agreement is available in the Department's FY 2022-23 Budget for CC14001 – Adult System of Care. There is no additional impact to the County General Fund.

ATTACHMENTS

None

The agreements are on file with the Clerk of the Board for review.