



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
Health System



Date: July 22, 2013
Board Meeting Date: September 10, 2013
Special Notice / Hearing: None
Vote Required: Majority

To: Honorable Board of Supervisors

From: Jean S. Fraser, Chief, Health System
Stephen Kaplan, Director, Behavioral Health and Recovery Services

Subject: Amendment to the Agreement with Sitike

RECOMMENDATION:

Adopt a Resolution waiving the Request for Proposals process and authorizing an amendment to the agreement with Sitike to provide alcohol and other drug treatment services and criminal justice realignment services, extending the term through December 31, 2013, and increasing the amount by \$629,464 to an amount not to exceed \$3,419,951.

BACKGROUND:

On September 27, 2011, your Board approved an agreement with Sitike for the term of July 1, 2011 through June 30, 2012, to provide alcohol and drug treatment and recovery services for San Mateo County residents. These services are essential to supporting individuals in long term recovery as they progress through all phases of wellness/recovery, including periods of relapse.

On February 14, 2012, your Board approved a first amendment to the agreement adding criminal justice realignment services, providing supervision to formerly incarcerated adults, and increasing the maximum obligation by \$240,000 to a new maximum of \$1,416,137 with no change to the term of the agreement.

On June 19, 2012, your Board approved a second amendment to the agreement, increasing the maximum obligation by \$1,374,350 to a new maximum of \$2,790,487 and extending the term of the agreement through June 30, 2013.

On August 1, 2012, the Chief of the Health System approved a third amendment to the agreement adding substance abuse confidentiality language with no change to the maximum obligation or the term of the agreement.

DISCUSSION:

Behavioral Health and Recovery Services (BHRS) is analyzing how behavioral health services can best be delivered in the County to meet the demands of health care reform as well as guidelines published by the Substance Abuse and Mental Health Administration (SAMHSA) in 2011 for behavioral health systems.

Currently, BHRS is in the development phase of how to meet the new guidelines which focus on integrating primary care and behavioral health care, system and service coordination, health promotion, prevention, screening and early intervention, treatment, resilience and recovery support, promoting social integration, employment, housing and educational services, and supporting optimal health and productivity. A full range of high quality services is necessary to meet the range of age, gender, cultural and other needs of County residents, and to promote healthy behavior and lifestyles, a primary driver of health outcomes. BHRS is actively working to clarify the roles and responsibilities associated with the change in structure, financing and operation of the redesign.

Therefore, BHRS believes that it is in the best interest of the County to continue collaborating with existing providers in the delivery of Alcohol and Other Drug (AOD) prevention and treatment services in San Mateo County while working out the details of the redesign. BHRS recommends a waiver of the Request for Proposal (RFP) process for the provision of alcohol and other drug prevention, treatment and recovery services for an additional six months, by extending the term of the agreement with Sitike through December 31, 2013, and increasing the contract maximum by \$629,464. BHRS released an RFP for AOD treatment services in April 2013 for services beginning January 1, 2014. There are 16 AOD Prevention and/or Treatment contracts that will be submitted separately for your Board's consideration.

The amendment and Resolution have been reviewed and approved by County Counsel as to form.

The Contractor has assured compliance with the County's Contractor Employee Jury Service Ordinance, as well as all other contract provisions that are required by County ordinance and administrative memoranda, including but not limited to insurance, hold harmless, non-discrimination and equal benefits. This amendment is on the Continuing Resolution.

The amendment contributes to the Shared Vision 2025 outcome of a Healthy Community by providing individuals and families in San Mateo County with prevention and treatment services to support recovery, which in turn contributes to the health and safety of communities throughout San Mateo County. It is anticipated that 65% of participants will successfully complete all steps of the alcohol and drug treatment program while maintaining sobriety.

PERFORMANCE MEASURE(S):

Measure	FY 2012-13 Estimate	FY 2013-14 Projected
Percentage of clients who successfully complete all steps of the alcohol and drug treatment program while maintaining sobriety	65% *	65%

* This percentage is an aggregate. Individual data results will be available in FY 2013-14.

FISCAL IMPACT:

The term of the amended agreement is July 1, 2011 through December 31, 2013. The agreement maximum is being increased by \$629,464 to a new maximum of \$3,419,951. Of this increase, an additional \$47,000 was added for MCE outpatient and intensive outpatient services and a reduction of \$4,472 in BASN expenditures, resulting in a net increase of \$42,528 in FY 2012-13. The funding is provided through the following sources:

Services & Funding Sources	Amend 1	Amendment 2		Amendment 4	
	FY 2011-12	FY 2011-12	FY 2012-13	FY 2012-13	FY 2013-14
Reentry Grant- Achieve 180*	7,500		10,000		5,000
Cal EMA Grant	414,440		207,220		
Drug Court Partnership (DCP) – State Drug Court *	70,762				
Comprehensive Drug Court Implementation (CDCI) *	233,906				
Adult Drug Court Expansion Grant *					76,978
Realignment Funding: Drug Court			328,168		152,334
Ryan White Care Act*	83,070		53,500		
BASN allocation	22,102	(3,200)	22,102	(4,472)	11,051
AB 109 – Criminal Justice Funding*	144,000		167,333		83,666
CalWORKs allocation	10,000	34,000	47,000		23,500
MCE – FFP	110,000	42,913	124,957	47,000	74,228
Mental Health Services Act	17,355		17,355		8,678
Negotiated Net Agreement (NNA)	216,662		216,662		108,331
Net County Cost/Out Patient	86,340	20,000	86,340		43,170
Total Funding	1,416,137	93,713	1,280,637	42,528	586,936

* Aggregate funding sources.

The amounts were included in the FY 2011-12 and FY 2012-13 Adopted Budgets and \$586,936 are included in the FY 2013-14 Recommended Budget. Through the increase, payment provisions will remain the same and allow the provider to serve the existing number of clients for an additional six months without interruption of services.