



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
Health System



Date: May 7, 2014
Board Meeting Date: June 17, 2014
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 Project Ninety, Inc.

RECOMMENDATION:

Adopt a Resolution authorizing an amendment to the agreement with Project Ninety, Inc. for substance use disorder residential treatment, and criminal justice realignment services, extending the term through June 30, 2015, and increasing the amount by \$2,409,017 to an amount not to exceed \$10,521,741.

BACKGROUND:

On September 27, 2011, your Board approved an agreement with Project Ninety, Inc. for the term 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 \$2,650,263, with no change to the agreement term.

On July 24, 2012, your Board approved a second amendment to the agreement, increasing the maximum obligation by \$2,783,965 to a new maximum of \$5,434,228, and extending the term of the agreement through June 30, 2013.

On September 17, 2013, your Board approved a third amendment to the agreement, increasing the maximum obligation by \$2,678,496 to a new maximum of \$8,112,724, and extending the term of the agreement through June 30, 2014.

DISCUSSION:

Effective January 1, 2014, San Mateo County residents became eligible for health coverage under the Affordable Health Care Act 2014 through Medi-Cal or through Other Health Care Provider (OHC). Medi-Cal recipients will be eligible for limited substance use disorder (SUD) services under the expanded benefits available through the Drug Medi-Cal (DMC) program. At this time, Behavioral Health and Recovery Services (BHRS) is collaborating with the California Department of Health Care Services to determine the eligibility of contractors seeking to become DMC-certified. Although the contractor has submitted the certification documentation, there have been significant delays. This amendment will allow BHRS to bridge SUD treatment services for providers impacted by the delay in the DMC certification process and/or the providers impacted by the DMC Residential exclusion.

Through this agreement, the contractor provides unique SUD residential treatment services to San Mateo County adult male residents. This contractor serves a population with high rates of homelessness (50% of the participants), criminal justice involvement (71%), and co-occurring mental health diagnoses (25%). Under the Administrative Memorandum B-1, BHRS contracts providing housing services and related supports are exempt from the requirement for a Request for Proposals process. Project Ninety is one of five residential SUD treatment providers in San Mateo County.

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.

Approval of this agreement 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. Successful treatment discharge occurs when a program participant completes his/her treatment/recovery plan goals. It is anticipated that 53% of clients will achieve a successful treatment discharge. This expected improvement compared to the previous year is in part based on the contractor's efforts to improve its individual treatment planning and appropriate program matching.

PERFORMANCE MEASURE(S):

Measure	FY 2013-14 Estimate	FY 2014-15 Projected
Percentage of program participants with a successful treatment discharge	48%	53%

FISCAL IMPACT:

The term of the agreement is July 1, 2011 through June 30, 2015. The agreement maximum is being increased by \$2,409,017, to an amount not to exceed \$10,521,741. The amount of \$2,541,537 is included in the BHRS FY 2013-14 Recommended Budget and \$2,334,976 is included in the BHRS FY 2014-15 Recommended Budget. The Net County Cost for FY2013-2014 and FY 2014-15 is \$532,010 and \$614,457, respectively.

The funding is provided through the sources detailed in the table below.

Services & Funding Sources	FY 2011-12	FY 2012-13	FY 2013-14	FY2013-15	
			7/1/13-12/31/13	1/1/14-6/30/14	7/1/14-6/30/15
Reentry Grant- Achieve 180	145,815	148,800	74,400	37,200	
Cal EMA Grant	414,440	207,220			
Drug Court Partnership (DCP) – State Drug Court *	70,762				
Comprehensive Drug Court Implementation (CDCI) *	233,906				
Drug Court Expansion Grant *			76,978	76,977	153,955
Realignment Funding: Drug Court		410,168	152,334	152,334	304,668
Ryan White Care Act *	83,070	53,500			
BASN allocation	158,353	169,000	84,500	84,500	
AB 109 – Criminal Justice Funding *	144,000	167,333	83,667	83,666	167,333
MHSA Funding	63,636	63,636	31,818	31,818	63,636
DMC Allocation				216,677	433,354
MCE – FFP	461,651	555,670	225,085		
Negotiated Net Agreement (NNA)	597,573	597,573	298,787	298,786	597,573
Net County Cost	449,561	449,561	224,781	307,229	614,457
Total Funding	2,822,767	2,822,461	1,252,350	1,289,187	2,334,976

* Aggregate funding sources