



**COUNTY OF SAN MATEO**  
Inter-Departmental Correspondence  
Health System



**Date:** October 27, 2014  
**Board Meeting Date:** December 9, 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:** Agreement with Lonny Davis dba Davis Guest Home, Inc.

**RECOMMENDATION:**

Adopt a Resolution authorizing an agreement with Lonny Davis dba Davis Guest Home, Inc. for residential and transitional care services for the term July 1, 2014 through June 30, 2017, in an amount not to exceed \$270,000.

**BACKGROUND:**

Since 1999, Behavioral Health and Recovery Services (BHRS) has contracted with Davis Guest Home, Inc. for residential and transitional care services for hard-to-place mental health clients who require a high degree of supervision. This contractor accepts some of the most difficult clients who might otherwise be in a higher and more costly level of care. Under the B-1 Administrative Memorandum, the selection of providers of residential services for mental health clients is exempt from the Request for Proposals requirement. BHRS publishes a public notice every year to solicit applications for new providers.

**DISCUSSION:**

The contractor will provide five beds for San Mateo County clients. The facility has been assessed and approved by BHRS for enhanced residential services, providing a structured environment within a non-restrictive, supervised program that focuses on each client's specific needs as well as support in acquiring independent living skills. Services include room and board; 24 / 7 supervision; assistance with medication; and support and assistance with daily living skills.

The Resolution contains the County's standard provisions allowing amendment of the County's Fiscal obligations by a maximum of \$25,000 (in aggregate).

The agreement and Resolution have been reviewed and approved by County Counsel as to form. The agreement is on the Continuing Resolution.

This agreement contributes to the Shared Vision 2025 outcome of a Healthy Community by providing residential and transitional care services for difficult to place clients. BHRS provides a range of services to promote wellness and recovery and to support consumers remaining in the lowest possible level of care. The provision of residential and transitional care is one established level of care. It is anticipated that 65% of clients who receive services through this agreement will be maintained at a current or lower level of care.

**PERFORMANCE MEASURE(S):**

Measure	FY 2013-14 Actual	FY 2014-15 Projected
Percentage of clients maintained at current or lower level of care	65%	65%

**FISCAL IMPACT:**

The term of the agreement is July 1, 2014 through June 30, 2017. The amount of the agreement is not to exceed \$270,000 for the three-year term. Of that amount, \$90,000 is included in the BHRS FY 2014-15 Adopted Budget. Similar funding arrangements will be in place for FY 2015-16 and FY 2016-17.

It is anticipated that \$81,000 will be funded by sales tax through Realignment, with the remaining \$9,000 to be Net County Cost in FY 2014-15. The payment provisions in this agreement remain essentially the same as those of the prior agreement.