



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
Health System



Date: December 26, 2012
Board Meeting Date: January 29, 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 & Recovery Services

Subject: Agreement with State Department of Mental Health for State Hospital Beds

RECOMMENDATION:

Adopt a Resolution authorizing an agreement with the State Department of Mental Health for the purchase of services at State hospitals for FY 2011-12, in the amount of \$920,911.

BACKGROUND:

Since FY 2002-03 the State Department of Mental Health (DMH) has used a separate agreement for State hospital services. Each year the County reserves a number of beds at State hospitals, which provide the highest level of care for Behavioral Health and Recovery Services (BHRS) clients. These services are reserved for seriously mentally ill clients with the most severe behavioral issues, for whom there is no appropriate lower level of care.

DISCUSSION:

This agreement establishes dedicated capacities for services at Napa State Hospital and Metropolitan State Hospital. It stipulates that the County will pay for a specific number of beds regardless of whether or not the beds are occupied. The County may negotiate "bed trades" with other counties as needed. This agreement is for the purchase of five beds in the State hospital system for FY 2011-12. There is no payment due for services that were provided through this agreement as payment for use of State hospital beds is withheld from the monthly State payment of 1991 Mental Health Realignment funds to the County. As a result, there are no direct payments for services provided at the State hospitals.

It is the State's routine process to be the author of the bed agreement and to submit that agreement to the County for approval several months after the services have been

delivered. We anticipate that the State will continue to manage contracting for these services in a retroactive fashion.

BHRS requests your Board to authorize the Chief of the Health System or designee to execute contract amendments which modify the County's maximum fiscal obligation by no more than \$25,000 (in aggregate), and/or modify the contract term and/or services so long as the modified term or services is/are within the current or revised fiscal provisions.

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

The agreement contributes to the Shared Vision 2025 outcome of a Healthy Community by providing mental health services at the Napa State Hospital and the Metropolitan State Hospital for appropriate 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 State hospital beds is one established level of care. The services provided through this agreement contribute to this measure. It is anticipated that 100% of contracted beds will be used.

PERFORMANCE MEASURE(S):

| Measure | FY 2011-12 Actual | FY 2012-13 Projected |
|---|--------------------------|-----------------------------|
| Maximum percentage of bed days utilized | 100% | 100% |

FISCAL IMPACT:

The term of the agreement is July 1, 2011 through June 30, 2012 and the agreement maximum is \$920,911, which was included in the BHRS FY 2011-12 Adopted Budget. The cost for these services was funded through 1991 State Mental Health Realignment funds. There was no Net County Cost.