



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
Health System



Date: October 8, 2014
Board Meeting Date: November 18, 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 Pyramid Alternatives, Inc.

RECOMMENDATION:

Adopt a Resolution authorizing an amendment to the agreement with Pyramid Alternatives, Inc. for substance use disorder outpatient treatment services, and Mental Health Plan services, increasing the amount by \$779,235 to an amount not to exceed \$2,779,647.

BACKGROUND:

On December 10, 2013, your Board approved an agreement with Pyramid Alternatives, Inc. (Pyramid) to provide substance use disorder (SUD) outpatient treatment services, for the term January 1, 2014 through June 30, 2015, in an amount not to exceed \$1,974,141.

On May 30, 2014, the Chief of the Health System approved a cost of living adjustment, increasing the maximum amount of the agreement by \$26,271, to an amount not to exceed \$2,000,412. There was no change to the agreement term.

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. Medi-Cal recipients will be eligible for limited substance use disorder services under the expanded benefits available through the Drug Medi-Cal (DMC) program. Behavioral Health and Recovery Services (BHRS) is collaborating with the California Department of Health Care Services to determine the eligibility of contractors – such as Pyramid - seeking to become DMC-certified. Although contractors have submitted the certification documentation, there have been significant delays. This amendment will allow BHRS to continue SUD treatment services with Pyramid while the eligibility determination is still in process.

Through this agreement, the contractor shall provide outpatient treatment that includes individual counseling and recovery-oriented group counseling. The contractor's intensive day treatment program provides face-to-face individual sessions, weekly group sessions, process groups and education.

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 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 or when a participant is transferred to the next appropriate level of care. It is anticipated that 70% of clients will achieve a successful treatment discharge.

PERFORMANCE MEASURE(S):

Measure	FY 2013-14 Actual	FY 2015-16 Projected
Percentage of program participants with a successful treatment discharge.	68%	70%

FISCAL IMPACT:

The term of the agreement is January 1, 2014 through June 30, 2015. The amount of the agreement is not to exceed \$2,779,647. Of that amount, \$839,148 is included in the BHRS FY 2013-14 Adopted Budget and \$1,940,499 is included in the BHRS FY 2014-15 Adopted Budget. The Net County Cost for FY 2013-14 is \$140,491 and FY 2014-15 is \$280,980.

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

Services and Funding Sources	FY 2013-14 6 months	FY 2014-15 12 months
Unified Reentry *	185,500	625,361
Realignment Funding: Drug Court *	152,334	304,668
Adult Drug Court Discretionary Grant*	76,978	153,956
AB 109 – Criminal Justice Funding *	83,666	167,334
Health System Bridge Funding	1,294	
CalWORKs allocation	5,285	11,000
Drug Medi-Cal		10,000
Mental Health Services Act	18,592	37,184
Mental Health Services Funding	75,000	150,000
Negotiated Net Agreement (NNA)	100,008	200,016
Net County Cost	140,491	280,980
Total Funding	839,148	1,940,499

* Aggregate funding sources.