



# County of San Mateo

## Inter-Departmental Correspondence

---

**Department:** HEALTH

**File #:** 16-459

Board Meeting Date: 8/8/2017

---

**Special Notice / Hearing:** None  
**Vote Required:** Majority

**To:** Honorable Board of Supervisors

**From:** Louise Rogers, Chief, Health System  
Stephen Kaplan, Director, Behavioral Health and Recovery Services

**Subject:** Amendment to the Agreement with Addiction Research and Treatment, Inc. for Narcotic Replacement Therapy Services

**RECOMMENDATION:**

Adopt a resolution authorizing an amendment to the agreement with Addiction Research and Treatment, Inc. for narcotic replacement therapy services, extending the term of the agreement through June 30, 2018, and increasing the amount by \$1,935,299 to an amount not to exceed \$3,680,299.

**BACKGROUND:**

In August 2015, the Department of Health Care Services announced the approval of its waiver application to implement the Drug Medi-Cal Organized Delivery System (DMC-ODS) to provide services for Medi-Cal eligible individuals with a substance use disorder. San Mateo County - specifically - Behavioral Health and Recovery Services (BHRS) was the first California county to be approved for the waiver.

On May 24, 2016, your Board approved an agreement with Addiction Research and Treatment, Inc. (ART) for narcotic replacement therapy services, for the term July 1, 2016 through June 30, 2017, in an amount not to exceed \$1,745,000.

**DISCUSSION:**

Under this agreement, ART will continue to provide narcotic replacement therapy services for San Mateo County adult Medi-Cal clients with complex needs.

Although ART serves adult Medi-Cal clients not impacted by the DMC-ODS waiver, BHRS is requesting that your Board waive the Request for Proposals (RFP) process for narcotic replacement therapy services for two years, to align with all other BHRS substance use related contracts impacted by the DMC-ODS waiver. BHRS will release the RFP for narcotic replacement therapy services to

start on July 1, 2019.

The amendment and resolution have been reviewed and approved by County Counsel as to form. The amendment is late due to prolonged contract negotiations by the provider and is on the Continuing Resolution.

Approval of this amendment contributes to the Shared Vision 2025 outcome of a Healthy Community by providing individuals and families with prevention and treatment services to support recovery, which in turn contributes to the health and safety of communities throughout the County. A successful patient outcome under this agreement requires timely access to care, which is critical for patient engagement and retention of narcotic replacement therapy. It is anticipated that 90% of clients requesting narcotic replacement therapy services will receive treatment within 24-hours.

**PERFORMANCE MEASURE:**

Measure	FY 2016-17 Actual	FY 2017-18 Projected
Clients that receive narcotic replacement therapy within 24 hours	90% 194 clients	90% 194 clients

**FISCAL IMPACT:**

The term of the agreement is July 1, 2016 through June 30, 2018. The amount of the agreement is not to exceed \$3,680,299. The amendment increases the contract amount by \$1,935,299 and is included in the BHRS FY 2017-18 Approved Recommended Budget. Of the increase, \$967,649 will be funded by Federal Financial Participation for Drug Medi-Cal, and \$967,650 will be funded by 2011 Realignment. There is no Net County Cost.