



County of San Mateo

Inter-Departmental Correspondence

Department: HEALTH

File #: 22-940

Board Meeting Date: 12/6/2022

Special Notice / Hearing: None
Vote Required: Majority

To: Honorable Board of Supervisors

From: Louise F. Rogers, Chief, San Mateo County Health
Lisa Mancini, Interim Director, Behavioral Health and Recovery Services

Subject: Agreement with Sutter Health on Behalf of Mills-Peninsula Medical Center for Psychiatric Inpatient Hospital Services

RECOMMENDATION:

Adopt a resolution authorizing an agreement with Sutter Health on behalf of Mills-Peninsula Medical Center for psychiatric inpatient hospital services for the term of July 1, 2022, through June 30, 2024, in an amount not to exceed \$3,000,000.

BACKGROUND:

Since 1995, the County has contracted with Mills-Peninsula Medical Center (Mills-Peninsula) for psychiatric inpatient hospital services. Behavioral Health and Recovery Services (BHRS) has also contracted with John Muir Behavioral Health Center and Fremont Hospital for these services. These services are used to accommodate emergency admissions when San Mateo Medical Center is full. Mills-Peninsula is also a LPS Designated Receiving Facility in the County and is generally responsible for receiving 5150 admissions North of Highway 92. Mills-Peninsula is also the primary provider within the in-County hospital network for adolescent and youth acute psychiatric inpatient services. In order to continue this arrangement, BHRS would like to renew the agreement.

Under the B-1 Administrative Memorandum, the selection of providers delivering inpatient psychiatric hospital services for mental health clients is exempt from the Request for Proposals requirement. In order to improve service capacity, BHRS may contract for psychiatric inpatient hospital services with any willing qualified provider.

DISCUSSION:

The agreement with Mills-Peninsula is based on fee-for-service rates, which include psychiatric inpatient hospital services for Medi-Cal-covered youth and adults, as well as psychiatric inpatient hospital services for uninsured youth and adults. Administrative Day rates, which are set by the State, are also included. Only services authorized by BHRS will be paid.

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 the County Attorney as to form. This agreement is coming to this Board late due to prolonged contract negotiations.

It is anticipated that no more than 10% of clients who receive psychiatric inpatient hospital services will be re-admitted within 30 days of discharge.

PERFORMANCE MEASURE:

Measure	FY 2021-22 Actual	FY 2022-23 Estimated
Percentage of clients who receive psychiatric inpatient hospital services that are re-admitted within 30 days of discharge	9% 18 clients	≤10% ≤20 clients

FISCAL IMPACT:

The term of the agreement is July 1, 2022 through June 30, 2024. The amount of the agreement is not to exceed \$3,000,000 for the two-year term. \$1,500,000 is included in the BHRS FY 2022-23 Adopted Budget. Of that amount, it is anticipated that \$1,461,685 will be funded with 1991 Realignment and \$38,315 will be Net County Cost. Similar arrangements will be made for future years. The payment provisions and levels of services in the agreement are essentially the same as the prior agreement.