



Agenda Date: 2/1/2005  
Agenda Placement: 6B

## NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

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**TO:** Board of Supervisors  
**FROM:** Shelli Brobst for James L. Featherstone - Acting Director  
Health & Human Services  
**REPORT BY:** Shelli Brobst, Contracts Analyst, 253-4720  
**SUBJECT:** Renewal Agreement with the California Department of Mental Health (State Hospital)

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### **RECOMMENDATION**

Acting Director of Health and Human Services requests approval of and authorization for the Chair to sign the renewal of Agreement No. 6001 with the California Department of Mental Health for the term July 1, 2004 through June 30, 2005 establishing the county's state hospital bed purchase and usage for this fiscal year.

### **EXECUTIVE SUMMARY**

The County of Napa and Napa State Hospital contract for a range of services for the provision of mental health professional and inpatient hospital services. This agreement funds one Continuing Medical Care bed and four Psychiatric Sub-Acute beds at a total county cost of \$667,184 for Fiscal Year 2004-2005.

### **FISCAL IMPACT**

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Behavioral Health - 100%
Is it Mandatory or Discretionary?	Mandatory
Is the general fund affected?	Yes
Future fiscal impact:	The agreement is reviewed annually by the department.
Consequences if not approved:	The county would have to place patients at other inpatient mental health facilities at higher cost.
Additional Information:	None

**ENVIRONMENTAL IMPACT**

There is no Environmental Impact for this item.

**BACKGROUND AND DISCUSSION**

The purpose of this agreement with the state is to provide inpatient hospital services to persons with acute mental illness who require mental health care services. Section 4330 of the California Welfare and Institutions Code requires counties to reimburse the state Department of Mental Health for the use of state hospital beds. The state agrees to provide staffing, equipment and supplies for the hospital.

In addition to Napa State Hospital, HHSA contracts with four other facilities for inpatient mental health services (St. Helena Hospital, St. Helena Center for Behavioral Health Care, Telecare Corporation, and Mt. Diablo Medical Pavillion). The daily bed rate for these facilities ranges from \$654 to \$714 per day, plus a daily physician rate of \$80 to \$100 per day. HHSA contracts with Napa State Hospital for one Continuing Medical Care (Skilled Nursing Facility or "SNF") bed (\$394.86 per bed per day), which provides a high level of care, and four Psychiatric Sub-Acute beds (\$358.26 per bed per day), which provide a lower level of care.

HHSA carefully estimates the number of beds it will need each year at Napa State Hospital since HHSA must pay for all contracted beds, whether the bed is used or not. Therefore, it is more cost-effective to underestimate the number of beds needed and pay any usage above that number on a semi-annual basis than to guarantee payment for a larger number of beds that may not be used.

**SUPPORTING DOCUMENTS**

None

CEO Recommendation: Approve

Reviewed By: Meegan Condon