



A Tradition of Stewardship
A Commitment to Service

Agenda Date: 5/10/2011
Agenda Placement: 7B

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors
FROM: Shelli Brobst for Randolph F. Snowden - Director
Health & Human Services
REPORT BY: Shelli Brobst, Contracts Analyst - 253-4720
SUBJECT: Amendment No. 6 to Agreement No. 4402 with Davis Guest Home

RECOMMENDATION

Director of Health and Human Services requests approval of and authorization for the Chairman to sign Amendment No. 6 to Agreement No. 4402 with Davis Guest Home, Inc., increasing the amount by \$14,000 for a new annual maximum of \$474,000 and incorporating an Addendum to the Compensation exhibit to provide reimbursement for residential mental health client services.

EXECUTIVE SUMMARY

Davis Guest Home, Inc., provides augmented board and care services to adult Napa County clients who are unable to stay in traditional board and care community placements because their mental health symptoms and/or behaviors prevent them from functioning at the level of independence required in other programs. Approval of the recommended amendment will increase the maximum dollar amount and incorporate an Addendum to the Compensation exhibit to enable the Contractor to be reimbursed for urgent mental health services provided to an indigent conserved client who is not eligible for Social Security Income.

Davis Guest Home, Inc. is not a local provider.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Mental Health

Is it Mandatory or Discretionary? Discretionary

Discretionary Justification: The requested action is discretionary in that there is no mandate to contract with this provider. By amending this contract, the County will be able to reimburse the contractor for the treatment of a conserved client who is not eligible for Social Security Income (SSI) payments in a facility appropriate to their needs, rather than in a more restrictive and expensive facility.

Is the general fund affected? No

Future fiscal impact: Although the agreement terminates June 30, 2011, it contains a provision for automatic annual renewal, which allows the County the option to continue these services into the next fiscal year. Appropriations for Fiscal Year 2011-2012 have been included in the requested budget and appropriations for future fiscal years will be budgeted accordingly.

Consequences if not approved: If the requested amendment is not approved, the County cannot pay the contractor an additional amount for one non-SSI client, and an alternate placement would be necessary to comply with the County's obligation to provide indigent care. It is unlikely that the cost of alternate placements would be less than this rate, based on the level of care that is needed for the individual served by this contractor and the much higher average costs of placements in inpatient settings and Institutions for Mental Disease (IMD).

Additional Information:

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

Davis Guest Home is designed to provide long-term stable housing for residents who are unable to maintain traditional board and care community placements. This program serves as a less costly, community-based alternative to long-term locked settings. Located in Modesto, Davis Guest Home is the only program of its type close to Napa County. It has proven successful in dealing with some particularly difficult clients who would otherwise be institutionalized.

Approval of the amendment will increase the contract maximum amount by \$14,000 to reimburse the contractor for board and care costs for a client who is not eligible to receive Social Security Income (SSI). Normally Davis Guest Home receives the client's SSI payment as part of the client's payment. Since this client is a conserved client and is not eligible for SSI, the County must pay Davis Guest Home not only the enhanced service rate but also the amount of the client's SSI payment. The increase is based on the monthly rate set by the Social Security Administration for Board and Care Homes, which is currently \$961 per month. These actions are necessary to allow HHS to continue offering a licensed structured residential placement that supports this adult mental health client in maintaining a lower level of care, which is a more cost effective and clinically appropriate community setting. Davis Guest Home is not a local provider. Davis Guest Home is an enhanced board and care facility. There are no

facilities of this type and specialty in Napa County.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Karen Collins