



A Tradition of Stewardship
A Commitment to Service

Agenda Date: 6/18/2019

Agenda Placement: 6T

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors

FROM: Shelli Brobst for Jennifer Yasumoto - Director
Health & Human Services Administration

REPORT BY: JoAnn Melgar, Staff Services Analyst II - 707-253-4722

SUBJECT: Agreements with St. Helena Hospital dba Adventist Health St Helena and St. Helena Hospital Center For Behavioral Health, Inc., d.b.a. Adventist Health, Center For Behavioral Health

RECOMMENDATION

Director of Health and Human Services requests approval of and authorization for the Chair to sign the following for the provision of inpatient psychiatric hospitalization services for Medi-Cal and indigent clients:

1. Amendment No. 1 to Agreement No. 180330B with St. Helena Hospital doing business as Adventist Health St. Helena, with no change to the contract maximum for the term July 1, 2019 through June 30, 2022, amending Exhibit B to incorporate the revised daily rates for Fiscal Year 2019-2020 and Fiscal Year 2020-2021;
2. Amendment No. 14 to Agreement No. 170761B with St. Helena Hospital doing business as St. Helena Hospital Adventist Health Vallejo, extending the term for one year through June 30, 2020 and amending Exhibit B to incorporate revised daily rates for Fiscal Year 2019-2020; and
3. Amendment No. 17 to Agreement No. 170760B with St. Helena Hospital doing business as St. Helena Hospital Adventist Health Vallejo, with no change to the contract maximum, extending the term for one year through June 30, 2020 and amending Exhibit B to incorporate the revised daily rates for Fiscal Year 2019-2020.

EXECUTIVE SUMMARY

St. Helena Hospital doing business as Adventist Health and St. Helena Hospital doing business as St. Helena Hospital Adventist Health Vallejo provide inpatient mental health services for Medi-Cal clients and indigent clients who require psychiatric hospitalizations. These agreements are funded with Short Doyle Medi-Cal, Realignment, and, if needed, Health and Human Services Agency General Funds. The provision of these services is mandated through Health and Human Services Agency's Mental Health Plan agreement with the California Department of Health Care Services (DHCS).

Approval of Today's requested action will approve the following amendments:

- | Amendment No. 1 with St. Helena Hospital doing business as Adventist Health will incorporate new daily rates for Fiscal Year 2019-2020 and Fiscal Year 2020-2021, correct the term dates listed in the Agreement to consistently read June 30, 2022, and delegate authority to the Director of Health and Human Services to approve future amendments to the exhibits, excluding changes to the compensation.
- | Approval of Amendment No. 14 with St. Helena Hospital doing business as St. Helena Hospital Adventist Health Vallejo (No. 170761B) will extend the term for one year to June 30, 2020 and incorporates Fiscal Year 2019-2020 daily rates. This Agreement covers inpatient psychiatric hospitalization services for Medi-Cal beneficiaries and because managed care costs are the County's responsibility no matter what the level of expenditure is, this Agreement contains no stated maximum amount.
- | Approval of Amendment No. 17 with St. Helena Hospital doing business as St. Helena Hospital Adventist Health Vallejo (No. 170760B) will extend the term for one year to June 30, 2020 and incorporate Fiscal Year 2019-2020 daily rates. This Agreement covers inpatient psychiatric hospitalization services for indigent clients. There is no change to the contract maximum of \$300,000 to this Agreement No. 170760B.

Staff plans to return to the Board before June 30, 2020 requesting approval of a single agreement to combine the services incorporated in both Adventist Health Vallejo Agreements into one agreement.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Health & Human Services Mental Health
Is it Mandatory or Discretionary?	Mandatory
Is the general fund affected?	No
Future fiscal impact:	The agreement with St. Helena Hospital doing business as Adventist Health will expire on June 30, 2022; this agreement is included in the requested Fiscal Year 2019-2020 and will be included in the two subsequent Fiscal Year's budgets.
Consequences if not approved:	The agreements with St. Helena Hospital doing business as St. Helena Hospital Adventist Health Vallejo both term on June 30, 2020. These agreements have been included in the requested FY 2019-2020 budget. If these agreements are not approved, Napa County will be unable to reimburse the providers based on the current rates which could severely limit agency's capacity to provide mandated inpatient psychiatric hospitalization services resulting in extended stays in County's Crisis Stabilization Unit for clients who are at risk of harm to themselves or others. This action also extends the term with St. Helena Hospital doing business as St. Helena Hospital Adventist Health Vallejo that will allow Napa County to continue to place clients in the facility.

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

Today's action will approve the following agreements for the provision of inpatient psychiatric services:

St. Helena Hospital doing business as Adventist Health St. Helena--Amendment No. 1:

Services at this facility are designed to meet inpatient psychiatric service requirements for adult Medi-Cal beneficiaries and adults that do not have medical coverage (indigent clients). This amendment will update the daily rates for two contract years. The new daily rates for FY 2019-2020 are \$1,298/day and \$110/day for the Physician fees, which is a 3% increase from last fiscal year. The FY 2020-2021 rates were negotiated at \$1,370/day and \$116/day for the Physician fees. Also, a new Administrative Day rate, which is set by the Department of Health Care Services, is incorporated into this amendment at \$597.34 per day. Counties are obligated to set the Medi-Cal rate for home county inpatient facilities. The contract maximum of \$300,000 will remain the same as originally approved.

St. Helena Hospital doing business as St. Helena Hospital Adventist Health Vallejo Amendments:

Approval of the recommended amendments will revise the daily rates charged by Adventist Health Vallejo located in Vallejo, California. These agreements provide inpatient mental health services for managed care (Medi-Cal) clients and indigent uninsured clients who require psychiatric hospitalizations. The provision of these services is mandated by the State and funded by Realignment and, if needed, County General Funds. Both amendments, if approved, are necessary because rates for each contract have increased as follows:

- | Fiscal Year 2019-2020 rates will increase from \$1,210/day to \$1,298/day and from \$95.00/day to \$110/day for physician's fees. The new Administrative Day rate is also incorporated into this amendment at \$597.34 per day.

Amendment No. 14 (formerly Agreement No. 4135) for clients insured by Medi-Cal:

Under the Medi-Cal managed care system, and based on utilization during each previous fiscal year, the County contracts with inpatient mental health facilities to provide Medi-Cal eligible services to stabilize individuals within Napa County who are deemed an imminent risk to themselves and others or gravely disabled due to a mental illness and placed in these facilities. Adventist Health Vallejo in Vallejo, California provides inpatient mental health services to children and adults. The County's inpatient managed care agreements cover both the hospital's daily bed rate and the charges of the physicians who provide required services at the hospital. For hospital services, the hospital bills Medi-Cal directly for the daily bed rate, and it receives reimbursement of 100 percent of these costs. The County is responsible for 50 percent of the costs for hospital services, and this is fully funded by the State through the County's annual managed care allocation. For physician's services, the hospital bills Napa County directly for the services provided by the physicians at the hospital. These costs are also fully funded by the State through the County's managed care allocation. Since managed care costs are the County's responsibility no matter what the level of expenditure is, this agreement contains no stated maximum amount.

Amendment No. 17 (formerly Agreement No. 4142) for uninsured clients:

Individuals who are not insured by Medi-Cal, Medicare, or a private insurer are also referred for inpatient mental health services when needed, in accordance with State law. This agreement continues an established procedure for hospital acceptance of individuals within Napa County who are deemed an imminent risk to themselves or others or gravely disabled due to a mental illness to provide necessary treatment to stabilize their situation. The hospital bills the County for hospital and physician services (all inclusive rate) provided by the hospital. This agreement is funded initially by Mental Health Realignment funds. If the Realignment funds are exhausted, the cost of the services provided under this agreement is then funded using County General Funds appropriated in the Health and Human Services Agency's budget. The contract maximum of \$300,000 will not change. The services provided at this facility are designed to meet inpatient psychiatric service requirements for adult and child Medi-Cal beneficiaries and adults and children that do not have medical coverage (Indigent clients). The program provides services to adults who are deemed an imminent risk to themselves or others or gravely disabled because of a mental disorder and provides necessary treatment to stabilize their situation.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Ben Guerrieri