



Agenda Date: 6/28/2005
Agenda Placement: 6D

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: Amendments to Agreements with St. Helena Hospital (Managed Care & Uninsured Clients)

RECOMMENDATION

Director of Health and Human Services requests approval of and authorization for the Chair to sign the following amendments with St. Helena Hospital, establishing the rates for Fiscal Year 2005-2006:

1. Amendment No. 6 to Agreement No. 3592 to provide managed care (Medi-Cal) inpatient mental health services; and
2. Amendment No. 1 to Agreement No. 4141 to provide mental health services for uninsured clients.

EXECUTIVE SUMMARY

These agreements renew services for inpatient managed care (Medi-Cal) clients and for uninsured clients who require psychiatric hospitalizations.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Behavioral Health
Is it Mandatory or Discretionary?	Mandatory
Is the general fund affected?	No
Future fiscal impact:	Although the agreements terminate June 30, 2006, the agreements contain automatic renewals, which allow the County to continue these services into the next fiscal year

Consequences if not approved: Mandatory services will not be provided.

Additional Information: None.

ENVIRONMENTAL IMPACT

There is no Environmental Impact for this item.

BACKGROUND AND DISCUSSION

Agreement No. 3592 (managed care):

Under the Medi-Cal managed care system, the County contracts with inpatient mental health facilities providing significant amounts of Medi-Cal eligible services to County patients, based upon utilization during the previous fiscal year. Under the managed care contract, St. Helena Hospital provides inpatient mental health services to adults.

Under these managed care contracts, the hospital bills Medi-Cal and receives reimbursement of 50 percent of the costs. Under Realignment, the remaining 50 percent is the County's responsibility and is paid using an annual managed care allocation the County receives from the State. Since these costs are the County's responsibility, the contracts contain no maximum amounts. State regulations guide rate-setting and contract requirements. The amendment establishes the all-inclusive rate at which the hospital will bill HHSA in Fiscal Year 2005-2006.

Agreement No. 4141 (uninsured clients):

Although rare, clients who are not insured by Medi-Cal, Medicare, or any private insurer are referred for inpatient mental health services as required under State law. These contracts continue an established procedure for hospital acceptance and billing for services provided. The rates established for compensation are identical to those in the respective inpatient managed care agreements. St. Helena Hospital provides inpatient mental health services to adults. The amendment establishes the all-inclusive rate at which the hospital will bill HHSA in Fiscal Year 2005-2006.

The department has an executed Business Associate agreement with this vendor in place.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Meegan Condon