



Agenda Date: 7/19/2005
Agenda Placement: 6A

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors
FROM: Shelli Brobst for Randolph F. Snowden - Director of Health & Human Services
Behavioral Health
REPORT BY: Shelli Brobst, Contracts Analyst, 253-4720
SUBJECT: Actions regarding Progress Foundation, Inc.

RECOMMENDATION

Director of Health and Human Services requests approval of and authorization for the Chair to sign the following amendments with Progress Foundation, Inc.:

1. Amendment No. 2 to Agreement No. 2156 incorporating agency-wide changes to the General Terms and Conditions, decreasing the amount by \$26,965 for a new maximum of \$468,483, and revising the contractor's budget for the operation of transitional residential programs at Laurel and Randolph Houses; and
2. Amendment No. 2 to Agreement No. 4838 incorporating agency-wide changes to the General Terms and Conditions, increasing the amount by \$71,956 for a new maximum of \$675,017, and revising the contractor's budget for the operation of Progress Place, a crisis residential program.

EXECUTIVE SUMMARY

Progress Foundation provides structured therapeutic residential mental health services for severely and persistently mentally ill adults in Napa County. The residential programs are designed to provide an alternative level of care, rather than hospitalization or placement in a locked facility, or to transition individuals from higher, more expensive levels of care to more independent housing in the community.

FISCAL IMPACT

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

Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	<p>The services provided under Agreement No. 2156 are billed to Medi-Cal and HSA is reimbursed 50%.</p> <p>The services provided under Agreement No. 4838 are billed to Medi-Cal for Medi-Cal eligible clients. Services that are not billable to Medi-Cal and the cost of beds that are not filled are paid with Realignment funds and budgeted County General Funds. Overall, approximately 20% of total costs are reimbursed by Medi-Cal. If these crisis beds were not available, clients would have to be placed in higher-level, more expensive levels of care.</p>
Is the general fund affected?	Yes
Future fiscal impact:	Although these 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:	The County could be out of compliance with State requirements that the County provide a full range of mental health services, at the appropriate levels, to Napa County Medi-Cal beneficiaries, which could result in a loss of Medi-Cal funding.
Additional Information:	None.

ENVIRONMENTAL IMPACT

There is no Environmental Impact for this item.

BACKGROUND AND DISCUSSION

Agreement No. 2156 (Transitional Residential Program):

Progress Foundation has operated two transitional mental health residential programs through contracts with Napa County for many years. These programs (Randolph House and Laurel House) are designed to provide housing and mental health services on a transitional (up to 18 months) basis to Napa County adults who are significantly impaired by a major mental illness. The goal of both programs is to transition clients from higher, more expensive levels of mental health services to more independent, lower levels of care and housing in the community. The amendment incorporates agency-wide changes to the General Terms and Conditions and includes an addendum to describe the move of both programs into one new location, which will continue both programs under one roof with a combined daily bed capacity to serve 12 individuals. Moving these transitional residential programs to one facility results in a savings in operational costs for the County. The location change will occur during the first six months of Fiscal Year 2005-06. The new location will have all necessary permits and certifications required to operate the transitional residential housing programs.

Agreement No. 4838 (Crisis Residential Program):

Progress Place is designed to provide short-term residential care and mental health services to individuals who are at some risk to themselves or others and who otherwise may require psychiatric hospitalization. The goal of the program is to stabilize clients and return them to their pre-crisis level of functioning, thereby avoiding a higher or more extensive level of inpatient care. Within the first six months of Fiscal Year 2005-06, the program will be relocated to another location, where Progress Foundation has already been operating a residential program within

the City of Napa, and which already has all of the necessary permits and certifications needed for this program.

The location changes occurring in these two programs during Fiscal Year 2005-06 will increase the crisis residential services capacity by one bed and reduce the transitional residential capacity by one bed; therefore, there will be no net loss of community residential mental health services. These moves allow the County to mitigate the contractor's loss of a lease at one facility (because of development at the County-owned site) while containing operating costs at a level that provides for continuance of the programs.

The department has an executed Business Associate agreement on file with this provider.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Meegan Condon