

COUNTY OF LOS ANGELES

MARVIN J. SOUTHARD, D.S.W.
Director

ROBIN KAY, Ph.D.
Chief Deputy Director

RODERICK SHANER, M.D.
Medical Director



BOARD OF SUPERVISORS

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MARK RIDLEY-THOMAS
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DEPARTMENT OF MENTAL HEALTH

<http://dmh.lacounty.gov>

550 SOUTH VERMONT AVENUE, LOS ANGELES, CALIFORNIA 90020

Reply To: (213) 738-4601
Fax: (213) 386-1297

October 08, 2013

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

ADOPTED

BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

9 October 22, 2013

Sachi A. Hamai
SACHI A. HAMAI
EXECUTIVE OFFICER

**APPROVAL TO AMEND LEGAL ENTITY AGREEMENT WITH
TELECARE CORPORATION
(SUPERVISORIAL DISTRICT- ALL)
(3 VOTES)**

SUBJECT

Request approval to amend existing Department of Mental Health Legal Entity Agreement with Telecare Corporation to provide additional mental health services for individuals released under the Assembly Bill 109 Post-Release Community Supervision – Community Reintegration Program and to pay for additional beds under the Institutions for Mental Disease Step-Down Program.

IT IS RECOMMENDED THAT THE BOARD:

1. Approve and authorize the Director of Mental Health (Director), or his designee, to prepare, sign, and execute an amendment, substantially similar to Attachment I, to the existing Department of Mental Health (DMH) Legal Entity (LE) Agreement with Telecare Corporation (Telecare) to provide additional mental health services for individuals released under the Assembly Bill (AB) 109 Post-Release Community Supervision – Community Reintegration Program (PRCS–CRP) and to pay for additional beds under the Institutions for Mental Disease (IMD) Step-Down Program. The amendment will be effective upon your Board’s approval and add \$3,314,226 for Fiscal Year (FY) 2013-14, fully funded by \$902,835 in 2011 Realignment-AB 109 revenue, \$1,226,400 in Sales Tax Realignment revenue, \$618,470 in State Mental Health Services Act (MHSA) revenue, and \$566,521 in Federal Financial Participation (FFP) Medi-Cal revenue, increasing the Maximum Contract Amount (MCA) to \$15,989,687.

2. Delegate authority to the Director, or his designee, to prepare, sign, and execute future

amendments to the Telecare LE Agreement and establish as a new MCA the amount requested in Recommendation 1, and to further amend this LE Agreement as necessary, provided that: 1) the County's total payments to this contract provider in any fiscal year will not exceed an increase of 20 percent from the MCA which the Board is being asked to approve in Recommendation 1; 2) any such increase will be used to provide additional services or to reflect program and/or policy changes; 3) your Board has appropriated sufficient funds for all changes; 4) approval of County Counsel, or designee, is obtained prior to any such amendment; 5) the County and Contractors may, by written amendment, reduce programs or services without reference to the 20 percent limitation and revise the applicable MCA; and 6) the Director, or his designee, notifies your Board and the Chief Executive Officer (CEO) of Agreement changes in writing within 30 days after execution of each amendment.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

Approval of the requested actions will allow DMH to amend its LE Agreement with Telecare to expand PRCS-CRP and IMD Step-Down Program services. The amendment amount for Telecare is above the previously approved 20 percent delegated authority, thus requiring your Board's approval. The amendment will provide additional outpatient and IMD Step-Down Program services for individuals released under AB 109 and IMD Step-Down Program services for the Psychiatric Emergency Services (PES) Decompression Plan.

Implementation of Strategic Plan Goals

The recommended actions support the County's Strategic Plan Goal 3, Integrated Services Delivery.

FISCAL IMPACT/FINANCING

This amendment adds \$3,314,226 to the LE Agreement with Telecare for FY 2013-14 and is fully funded by \$902,835 in 2011 Realignment—AB 109 revenue, \$1,226,400 in Sales Tax Realignment revenue, \$618,470 in State MHSA revenue, and \$566,521 in FFP Medi-Cal revenue, increasing the MCA for FY 2013-14 to \$15,989,687. Funding for this amendment is included in DMH's FY 2013-14 Adopted Budget. Funding for future years will be requested through DMH's annual budget request process.

There is no net County cost impact associated with the recommended actions.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Telecare has provided a variety of mental health treatment services for Los Angeles County clients for almost 20 years, including urgent care services, acute hospital services, long-term residential, and comprehensive, integrated outpatient services for individuals with severe mental illness. In addition, Telecare has a history of working successfully with DMH to transition severely mentally ill State Hospital and IMD clients to the community.

Telecare is currently providing clinically appropriate, client-centered mental health services to PRCS-CRP clients funded by AB 109 and this Amendment will provide additional funding to provide these services to more AB 109 program clients.

In addition, this action will allow DMH to expand Telecare's IMD Step-Down Program services to provide supportive on-site mental health services and housing for 75 adults, 18 years and over, in selected licensed Adult Residential Facilities and congregate housing or other independent living situations not funded by AB 109. The program serves persons being discharged from IMDs, acute psychiatric inpatient units or intensive residential facilities, or those who are at risk of being placed in these higher levels of care. The program has partnered with a Federally Qualified Health Center to provide physical health care for individuals receiving services in the IMD Step-Down Program.

In accordance with your Board Policy Manual, Section 5.120, Authority to Approve Increases to Board-Approved Contract Amounts, DMH notified your Board on August 22, 2013 (Attachment II), of its intent to request delegated authority of more than 10 percent with Telecare. This authority will allow DMH greater capacity to amend the Agreement and implement additional services in a more timely and expeditious manner.

The attached amendment format has been approved as to form by County Counsel. DMH clinical and administrative staff will administer and monitor the agreement, evaluate programs to ensure that quality services are being provided to clients, and make certain that agreement provisions and Departmental policies are followed.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

These programs will expand DMH's continuum of community-based care and ensure that clients receive the appropriate level of care needed, including continued access to psychiatric inpatient and community treatment services.

Respectfully submitted,



MARVIN J. SOUTHARD, D.S.W.
Director of Mental Health

MJS:MM:RK:mi

Enclosures

c: Executive Officer, Board of Supervisors
Chief Executive Officer
County Counsel
Chairperson, Mental Health Commission

CONTRACT NO. MH120965

AMENDMENT NO. 20

THIS AMENDMENT is made and entered into this ____ day of _____, 2013, by and between the COUNTY OF LOS ANGELES (hereafter "County") and Telecare Corporation (hereafter "Contractor").

WHEREAS, County and Contractor have entered into a written Agreement, dated June 6, 2012, identified as County Agreement No. MH120965, as subsequently amended (hereafter collectively "Agreement"); and

WHEREAS, for Fiscal Year (FY) 2013-14, County and Contractor intend to amend Agreement only as described hereunder; and

WHEREAS, for FY 2013-14, County and Contractor intend to amend Agreement to increase the Maximum Contract Amount (MCA) to enable Contractor to provide mental health services for individuals released under Post-Release Community Supervision (PRCS)-Community Reintegration Program (CRP) as a result of Assembly Bill 109 and to pay for additional beds under the Institutions for Mental Disease (IMD) Step-Down Program; and

WHEREAS, for FY 2013-14, County and Contractor intend to amend Agreement to increase PRCS-CRP (Non Medi-Cal/Non Healthy Families) funds in the amount of \$707,395; and

WHEREAS, for FY 2013-14 only, County and Contractor intend to amend Agreement to increase PRCS-CRP (Medi-Cal/Healthy Families) funds in the amount of \$390,880; and

WHEREAS, for FY 2013-14, County and Contractor intend to amend Agreement to increase County General Fund (CGF) IMD Step-Down (Non Medi-Cal/Non Healthy Families) Funded Program funds in the amount of \$1,226,400; and

WHEREAS, for FY 2013-14, County and Contractor intend to amend Agreement to increase Mental Health Services Act (MHSA) IMD Step-Down (Non Medi-Cal/Non Healthy Families) Funded Program funds in the amount of \$247,388; and

WHEREAS, for FY 2013-14, County and Contractor intend to amend Agreement to increase IMD Step-Down (Medi-Cal/Healthy Families) Funded Program funds in the amount of \$742,163; and

WHEREAS, for FY 2013-14, the Maximum Contract Amount (MCA) will increase by \$3,314,226 and the revised MCA will be \$15,989,687.

NOW, THEREFORE, County and Contractor agree that Agreement shall be amended, only as follows:

1. For FY 2013-14, PRCS-CRP (Non Medi-Cal/Non Healthy Families) funds are increased in the amount of \$707,395 and PRCS-CRP (Medi-Cal/Healthy Families) funds are increased in the amount of \$390,880.
2. For FY 2013-14, CGF IMD Step-Down (Non Medi-Cal/Non Healthy Families) Funded Program funds are increased in the amount of \$1,226,400, MHSA IMD Step-Down (Non Medi-Cal/Non Healthy Families) Funded Program funds are increased in the amount of \$247,388 and MHSA IMD Step-Down (Medi-

Cal/Healthy Families) Funded Program funds are increased in the amount of \$742,163 to cover the cost of additional IMD Step-Down beds.

3. For FY 2013-14, the Maximum Contract Amount (MCA) will increase by \$3,314,226 and the revised MCA will be \$15,989,687.

4. Financial Exhibit A (FINANCIAL PROVISIONS), Attachment II, Paragraph D (1) (Reimbursement If Agreement is Automatically Renewed) shall be deleted in its entirety and the following substituted therefor:

D. REIMBURSEMENT IF AGREEMENT IS AUTOMATICALLY RENEWED

(1) Reimbursement For First Automatic Renewal Period: The Maximum Contract Amount for the First Automatic Renewal Period of this Agreement as described in Paragraph 1 (TERM) of the DMH Legal Entity Agreement shall not exceed FIFTEEN MILLION NINE HUNDRED EIGHTY-NINE THOUSAND SIX HUNDRED EIGHTY-SEVEN DOLLARS (\$15,989,687) and shall consist of Funded Programs as shown on the Financial Summary.”

5. Financial Summary - 19 for FY 2013-14, shall be deleted in its entirety and replaced with Financial Summary - 20 for FY 2013-14 attached hereto and incorporated herein by reference. All references in Agreement to Financial Summary - 19 for FY 2013-14, shall be deemed amended to state “Financial Summary - 20 for FY 2013-14.”

6. Financial Summary Subprogram Schedule - 19 for FY 2013-14, shall be deleted in its entirety and replaced with Financial Summary Subprogram Schedule - 20 for FY 2013-14 attached hereto and incorporated herein by reference. All references in Agreement to Financial Summary Subprogram Schedule - 19 for

FY 2013-14, shall be deemed amended to state "Financial Summary Subprogram Schedule - 20 for FY 2013-14."

7. Contractor shall provide services in accordance with Contractor's FY 2011-12 Negotiation Package for this Agreement and any addenda thereto approved in writing by County's Director of Mental Health or his designee.
8. Except as provided in this Amendment, all other terms and conditions of the Agreement shall remain in full force and effect.

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IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by County's Director of Mental Health or his designee, and Contractor has caused this Amendment to be subscribed on its behalf by its duly authorized officer, on the day, month, and year first above written.

COUNTY OF LOS ANGELES

By _____
MARVIN J. SOUTHARD, D.S.W.
Director of Mental Health

Telecare Corporation
CONTRACTOR

By _____

Name _____

Title _____
(AFFIX CORPORATE SEAL HERE)

APPROVED AS TO FORM:
OFFICE OF THE COUNTY COUNSEL

APPROVED AS TO CONTRACT
ADMINISTRATION:

DEPARTMENT OF MENTAL HEALTH

By _____
Chief, Contracts Development
and Administration Division

Financial Summary - 20

Contractor Name: Telecare Corporation
 LE Number: 00108
 Agreement Period: July 1, 2012 through June 30, 2014
 Fiscal Year: 2013-14

DMH Legal Entity Agreement - Attachment III
 The Financial Summary - 20
 Amendment No.20

A	B	C	D	E
Rank	Funded Programs	Medi-Cal Reimbursable (Y/N) ¹	Match Funds	Funded Program Amount (Gross Dollars)
CATEGORICALLY FUNDED PROGRAMS (100-399)				
100N	Family Preservation Program	N		
130N	Specialized Foster Care - DCFS MAT (Non Medi-Cal/Non Healthy Families)	N		
130M	Specialized Foster Care - Child Welfare Services (Medi-Cal/Healthy Families)	Y		
140N	Comprehensive SOC Program (SAMHSA, CFDA #93.958)	N		
141N	Child MH Initiative-Project ABC (SAMHSA, CFDA #93.104)	N		
142N	Family Wellness Network (SAMHSA, CFDA #93.243)	N		
150N	Juvenile Justice Program (STOP)	N		
151N	Juvenile Justice Program (JJCPA -- MHSAT)	N		
152N	Juvenile Justice Program (JJCPA - MST)	N		
153N	Juvenile Justice Program (Co-occurring Disorder)	N		
154N	Juvenile Justice Program (FFT) (Non Medi-Cal/Non Healthy Families)	N		
154M	Juvenile Justice Program (FFT) (Medi-Cal/Healthy Families)	Y		
160N	Path McKinney, CFDA #93.150	N		
170N	Homeless Services (NCC) (Non Medi-Cal/Non Healthy Families)	N		
170M	Homeless Services (NCC) (Medi-Cal/Healthy Families)	Y		
171N	Post-Release Community Supervision-Community Reintegration Program (Non Medi-Cal/Non Healthy Families)	N		\$ 1,440,123
171M	Post-Release Community Supervision-Community Reintegration Program (Medi-Cal/Healthy Families)	Y	\$ 341,700	\$ 683,400
180N	CalWORKs	N		
181N	CalWORKs Homeless Family Project	N		
182N	GROW	N		
190N	PES Relief Plan (Non Medi-Cal/Non Healthy Families)	N		\$ 245,000
190M	PES Relief Plan (Medi-Cal/Healthy Families)	Y		
	Unique Categorically Funded Programs (Specify)			
300N	DCFS Medical Hubs (VIP)	N		
301M	DCFS Starview PHF	Y		
302N	DCFS Independent Living (Hillview)	N		
303N	DCFS THP (HFLF)	N		
310N	DHS Social Model (Dual Diagnosis)	N		
311N	DHS LAMP (Dual Diagnosis)	N		
312N	DHS BHS (Dual Diagnosis)	N		
320N	Juvenile Justice Program/Title IV-E - MST (Non Medi-Cal/Non Healthy Families)	N		
320M	Juvenile Justice Program/Title IV-E - MST (Medi-Cal/Healthy Families)	Y		
330N	Other Employment Services/CCJCC (SSG)	N		
340N	CGF IMD Step Down (Non Medi-Cal/Non Healthy Families)	N		\$ 1,663,964
340M	CGF IMD Step Down (Medi-Cal/Healthy Families)	Y	\$ 263,608	\$ 527,216
360M	Tri-City Realignment	Y		
CGF FUNDED PROGRAMS (400-499)				
400N	DMH (Non Medi-Cal/Non Healthy Families)	N		\$ 90,900
400M	DMH (Medi-Cal/Healthy Families)	Y	\$ 52,316	\$ 184,620
MENTAL HEALTH SERVICES ACT (MHSA) PROGRAMS (500-899)				
500N	Full Service Partnerships (Non Medi-Cal/Non Healthy Families)	N		\$ 2,110,417
500M	Full Service Partnerships (Medi-Cal/Healthy Families)	Y	\$ 1,946,629	\$ 3,893,258
510N	FCCS (Non Medi-Cal/Non Healthy Families)	N		\$ 118,864
510M	FCCS (Medi-Cal/Healthy Families)	Y	\$ 519,911	\$ 1,039,822
520N	Wellness Centers (Non Medi-Cal/Non Healthy Families)	N		
520M	Wellness Centers (Medi-Cal/Healthy Families)	Y		
530N	Alternative Crisis Services (Non Medi-Cal/Non Healthy Families)	N		\$ 1,172,558
530M	Alternative Crisis Services (Medi-Cal/Healthy Families)	Y	\$ 183,250	\$ 368,500
540N	IMD Step-Down (Non Medi-Cal/Non Healthy Families)	N		\$ 624,788
540M	IMD Step-Down (Medi-Cal/Healthy Families)	Y	\$ 545,271	\$ 1,090,543
600N	Prevention & Early Intervention Programs (Non Medi-Cal/Non Healthy Families)	N		\$ 284,260
600M	Prevention & Early Intervention Programs (Medi-Cal/Healthy Families)	Y	\$ 226,727	\$ 453,454
700N	Innovation Programs (Non Medi-Cal/Non Healthy Families)	N		
700M	Innovation Programs (Medi-Cal/Healthy Families)	Y		
	Unique MHSA Programs (Specify)			
800N	Probation Camps	N		
810N	Jail Transition & Linkage	N		
820N	Planning, Outreach & Engagement	N		
Maximum Contract Amount				\$ 15,989,687

¹Medi-Cal reimbursable reflects DMH program guidelines in addition to applicable state and federal regulations.



LOS ANGELES COUNTY DEPARTMENT OF MENTAL HEALTH
550 S. VERMONT AVE., LOS ANGELES, CA 90020 HTTP://DMH.LACOUNTY.GOV



MARVIN J. SOUTHARD, D.S.W.
Director

ROBIN KAY, Ph.D.
Chief Deputy Director

RODERICK SHANER, M.D.
Medical Director

August 22, 2013

TO: Each Supervisor

FROM: Marvin J. Southard, D.S.W.
Director

SUBJECT: **REQUEST TO INCREASE DELEGATED AUTHORITY PERCENTAGE
FOR LEGAL ENTITY AGREEMENT WITH TELECARE CORPORATION
FOR FISCAL YEAR 2013-14**

This memorandum is to comply with Board Policy Manual, Section 5.120, Authority to Approve Increases to Board Approved Contract Amounts. The Policy mandates that any department requesting a percentage increase in delegated authority exceeding ten percent of the total contract amount must provide a detailed justification and advance written notice to your Board, with a copy to the Chief Executive Officer, at least two weeks prior to the Board Meeting at which the proposed contract is to be presented.

The Department of Mental Health (DMH) requests an additional ten percent for a total of twenty percent delegated authority for the Legal Entity (LE) Agreement with Telecare Corporation. This will allow DMH to pay for additional mental health services for individuals released under the Assembly Bill 109 Post-Release Community Supervision (PRCS) – Community Reintegration Program and to pay for additional beds under the existing Institutions for Mental Disease Step-Down Program.

This authority will allow DMH greater capacity to amend contracts for new funding streams and programs/services and implement such programs/services in a timely and expeditious manner. Therefore, in most instances, where speed and response time are of key importance, the objectives to maximize, prioritize, and increase access to services will more effectively meet the County's mission "To Enrich Lives Through Effective and Caring Service."

Should there be a need to exceed the twenty percent delegated authority, DMH will return to your Board with a request for authority to amend the LE Agreement accordingly.

Each Supervisor
August 22, 2013
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If you have any questions or concerns, please contact me, or your staff may contact Richard Kushi, Chief, Contracts Development and Administration Division, at (213) 738-4684.

MJS:MM:RK:SK:mi

c: Health Deputies
Executive Officer, Board of Supervisors
Chief Executive Officer
County Counsel
Robin Kay, Ph.D.
Margo Morales
Mary Marx
Kimberly Nall
Richard Kushi