



County of Monterey

Board of Supervisors
Chambers
168 W. Alisal St., 1st Floor
Salinas, CA 93901

Board Report

File #: A 22-084, **Version:** 1

- a. Approve and authorize the Director of Health or Assistant Director of Health to execute Amendment No. 1 to Mental Health Services Agreement A-15302 with Interim, Inc. for residential and outpatient mental health services for Monterey County residents ages 18 and older to include an additional \$181,356 in federal grant funds for increased homeless outreach and wellness navigation services, and to revise the FY 2021-22 rates and estimated units for Adult Crisis Residential, outpatient Case Management and Mental Health Services effective January 1, 2022, resulting in a revised FY 2020-21 total annual amount of \$16,752,672 and a revised total Agreement amount not to exceed \$32,947,869 for the same term of July 1, 2021 to June 30, 2023; and
- b. Approve and authorize the Director of Health of Assistant Director of Health to execute a non-standard Business Associate Agreement (BAA), incorporated and made part of this Amendment No. 1 as Exhibit F, with a non-standard cyber-liability insurance requirement, reducing the insurance limits from \$10,000,000 to \$2,000,000 per claim and in the aggregate, as recommended by the Director of Health.

RECOMMENDATION:

It is recommended that the Board of Supervisors:

- a. Approve and authorize the Director of Health or Assistant Director of Health to execute Amendment No. 1 to Mental Health Services Agreement A-15302 with Interim, Inc. for residential and outpatient mental health services for Monterey County residents ages 18 and older to include an additional \$181,356 in federal grant funds for increased homeless outreach and wellness navigation services, and to revise the FY 2021-22 rates and estimated units for Adult Crisis Residential, outpatient Case Management and Mental Health Services effective January 1, 2022, resulting in a revised FY 2020-21 total annual amount of \$16,752,672 and a revised total Agreement amount not to exceed \$32,947,869 for the same term of July 1, 2021 to June 30, 2023; and
- b. Approve and authorize the Director of Health of Assistant Director of Health to execute a non-standard Business Associate Agreement (BAA), incorporated and made part of this Amendment No. 1 as Exhibit F, with a non-standard cyber-liability insurance requirement, reducing the insurance limits from \$10,000,000 to \$2,000,000 per claim and in the aggregate, as recommended by the Director of Health.

SUMMARY/DISCUSSION:

Monterey County has contracted with Interim, Inc. for forty-five years to provide residential and day treatment programs, supportive housing, homeless outreach, peer navigation and community-based wellness and recovery activities that provide normalizing experiences for adults with serious mental illnesses, many of whom also have co-occurring substance abuse disorders. This Amendment No. 1 includes an additional \$181,356 in federal grant funds for increased homeless outreach and wellness navigation services and revises the FY 2021-22 rates and units for Adult Crisis Residential, outpatient Case Management and Mental Health Services effective January 1, 2022, resulting in a revised FY 2021-22 total annual amount of \$16,752,672 and a revised total Agreement amount not to exceed \$32,947,869. for the same term July 1, 2021 to June 30, 2023.

The BAA for which the Health Department seeks approval was drafted using the Department's Board-approved BAA template, which unmodified requires the contractor to obtain cyber-liability insurance with limits of \$10 million per claim and in the aggregate. Because of the high cost of cyber-liability insurance, Interim, Inc. has requested a reduction in the insurance limits to the limits of its current insurance coverage.

This Agreement contains the County's standard 30-day "no cause" provision (Section IV.B.) and a defunding

provision (Section IV.D.), which provides the County the ability to amend or terminate the Agreement in the event of a reduction and/or termination of funding.

This work supports the Monterey County Health Department 2018-2022 Strategic Plan Initiative: 3. Ensure access to culturally and linguistically appropriate, customer-friendly, quality health services. It also supports one or more of the ten essential public health services, specifically: 7. Link people to needed personal health services and assure the provisions of health care when otherwise unavailable.

OTHER AGENCY INVOLVEMENT:

The office of the County Counsel has reviewed and approved this Amendment No. 1 as to form. County Counsel-Risk Manager has reviewed and approved this Amendment No. 1 and concurs with the Director of Health's recommendation regarding cyber-liability coverage. Auditor-Controller have reviewed and approved this Amendment No. 1 as to fiscal provisions.

FINANCING:

This Amendment No. 1 increases the current FY 2021-22 total amount by \$181,356 for a revised annual total of \$16,752,675 and a revised total Agreement amount not to exceed \$32,947,869. This Amendment No. 1 is funded by Mental Health Realignment (3%), Federal Financial Participation (39%), Mental Health Services Act Funds (56%), and federal grant funds (2%). The funds for FY 2021-22 are included in the Health Department's Behavioral Health Bureau (HEA012, Unit 8410) FY 2021-22 Adopted Budget.

BOARD OF SUPERVISORS STRATEGIC INITIATIVES:

Check the related Board of Supervisors Strategic Initiatives:

Economic Development:

- Through collaboration, strengthen economic development to ensure a diversified and healthy economy.

Administration:

- Promote an organization that practices efficient and effective resource management and is recognized for responsiveness, strong customer orientation, accountability and transparency.

Health & Human Services:

- Improve health and quality of life through County supported policies, programs, and services; promoting access to equitable opportunities for healthy choices and healthy environments in collaboration with communities.

Infrastructure:

- Plan and develop a sustainable, physical infrastructure that improves the quality of life for County residents and supports economic development results.

Public Safety:

- Create a safe environment for people to achieve their potential, leading businesses and communities to thrive and grow by reducing violent crimes as well as crimes in general.

Prepared by: Alica Hendricks, Management Analyst III, 796-1295

Approved by:

Date: _____

Elsa Mendoza Jimenez, Director of Health, 755-4526

Attachments:
Amendment No 1
Agreement