



County of Monterey

Item No.

Board Report

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

Legistar File Number: A 26-163

June 02, 2026

Introduced: 5/1/2026

Current Status: Agenda Ready

Version: 1

Matter Type: BoS Agreement

- a. Approve and authorize the Director of Health Services or designee to execute a Mental Health Service Agreement with Davis Guest Home, Inc. for the provision of mental health services for Monterey County adult residents with severe psychiatric disabilities in a Board and Care facility for a total agreement amount of \$2,720,345 for the term of July 1, 2026 through June 30, 2027; and
- b. Approve and authorize the Director of Health Services or designee to execute up to three future amendments that do not exceed 10% (\$272,035) of the original agreement, do not significantly change the scope of services, and do not increase the total not to exceed maximum amount over \$2,992,380.

RECOMMENDATION:

It is recommended that the County of Monterey Board of Supervisors:

- a. Approve and authorize the Director of Health Services or designee to execute a Mental Health Service Agreement with Davis Guest Home, Inc. for the provision of mental health services for Monterey County adult residents with severe psychiatric disabilities in a Board and Care facility for a total agreement amount of \$2,720,345 for the term of July 1, 2026 through June 30, 2027; and
- b. Approve and authorize the Director of Health Services or designee to execute up to three future amendments that do not exceed 10% (\$272,035) of the original agreement, do not significantly change the scope of services, and do not increase the total not to exceed maximum amount over \$2,992,380.

SUMMARY:

The County of Monterey Health Department, Behavioral Health Bureau, requests approval of a Mental Health Service Agreement with Davis Guest Home, Inc. to provide services for Monterey County adult residents with severe psychiatric disabilities.

DISCUSSION:

Davis Guest Home, Inc. operates several licensed Adult Residential Care Facilities, which provide community-based activities that create a normalizing experience for adults with severe psychiatric disabilities and benefits persons determined to need the most help, particularly those recently discharged from psychiatric locked facilities. This new Agreement provides the same contract provisions, client-driven program, and structured activities provided by Davis Guest Home, Inc., which successfully assist the residents to reintegrate into the community. This agreement would continue the care and treatment provisions and add an Out-of-County Transportation provision.

Approval of this Agreement meets the requirements of the State Welfare and Institutions Code

5600 (Bronzan-McCorquodale Act) and the California Code of Regulations Titles 9 & 22 and sustains the continuity of core services to seriously mentally ill clients of Monterey County.

This Agreement contains the County's standard 30-day "no cause" provision (Section V, B) and an additional defunding provision (Section V, 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 following County of Monterey Health Department 2025-2028 Strategic Plan Goal(s): 2) Provide Exceptional Person-Centered Care through Accessible, Community-Focused Health services. It also supports one 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 and Auditor-Controller have reviewed and approved this Agreement as to form and fiscal provisions, respectively.

FINANCING:

This Agreement is funded by 1991 Realignment funding and the SAMHSA Block Grant. The funds for this Agreement for Fiscal Year 2026-27 are included in the Health Department's Behavioral Health (HEA012, Unit 8410) Fiscal Year 2026-27 Requested Budget.

BOARD OF SUPERVISORS STRATEGIC PLAN GOALS:

This agreement will ensure access to culturally and linguistically appropriate, customer-friendly, quality health services, will link people to needed personal health services, and will assure the provision of healthcare when otherwise unavailable. This agreement aligns with the Board of Supervisors Strategic Plan Goal of well-being and quality of life.

Mark a check next to the related Board of Supervisors Strategic Plan Goals:

- Well-Being and Quality of Life
- Sustainable Infrastructure for the Present and Future
- Safe and Resilient Communities
- Diverse and Thriving Economy
- Dynamic Organization and Employer of Choice

Prepared By: Jacqueline A. Goetz, Management Analyst II, 755-8419

Approved by: Elsa Mendoza Jimenez, Director of Health Services, 755-4526

Attachments:

Board Report

Agreement