



COUNTY OF SAN MATEO
Inter-Departmental Correspondence

County Manager's Office

DATE: November 29, 2004

BOARD MEETING DATE: December 7, 2004

TO: Honorable Board of Supervisors
FROM: John L. Maltbie, County Manager
SUBJECT: Amendments to Health Services and Human Services Agreements with Community-Based Providers and Core Services Agencies

Recommendation

Adopt a Resolution authorizing the Directors of the Health Services Agency and Human Services Agency to execute amendments to agreements with certain community-based providers and core services agencies by:

1. Increasing the payment for services for the contractors listed in Exhibit A, by a cost-of-business increase equivalent to 1% of the annual contract amount; and
2. Increasing the level of service and corresponding payment for services for the contractors listed in Exhibit B, at an increased cost of no more than 1% of the annual contract amount.

Background and Discussion

During June budget hearings, your Board approved an increase of 1% to certain agreements with community-based providers and core services agencies in the Health Services Agency and Human Services Agency. The budget units within these agencies were increased by a total of \$264,762. The agreements with the providers need to be amended to include the increase retroactive to July 1, 2004.

Exhibit A contains a list of providers that will receive a 1% cost-of-business increase. In cases where units of service were reduced in order to allow for a cost-of-business increase, Exhibit B lists those contracts the department will have the flexibility to increase the level of service. These lists do not include any agreements that are fully funded by grants, are pass-throughs from the state, or have historically not been funded by County.

Vision Alignment

These agreements keep the commitment of ensuring basic health and safety for all and Goal 8: Help vulnerable people – the aged, disabled, mentally ill, at-risk youth and others – achieve a better quality of life. The amendments to increase contract amounts contribute to the ongoing delivery of services by community-based providers and to the ability to serve more clients.

Fiscal Impact

The 1% increase has already been included in the FY 2004-05 budgets of the Human Services and Health Services agencies. A Final Budget adjustment was made to reduce the Human Services budget by \$15,486 as a result of excluding Proposition 36 providers that were included in the original list provided in June.

Agency/Programs	FY 2004-05 Increase (1%)
Human Services – Housing	\$20,840
Human Services – Drug and Alcohol (adjusted)	72,623
Human Services – Children & Family Services	24,301
Human Services – Out of Home Placement	2,850
Health Services – Mental Health	83,622
Health Services – AIDS	13,797
Health Services – Aging and Adult	29,606
Health Services – Children’s Health Initiative	1,637
	<u>\$ 249,277</u>

- cc: Maureen Borland, Director, Human Services Agency
- Charlene Silva, Director, Health Services Agency
- Bob Adler, Assistant Controller