



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
Health System



DATE: October 26, 2011
BOARD MEETING DATE: November 15, 2011
SPECIAL NOTICE/HEARING: None
VOTE REQUIRED: Majority

TO: Honorable Board of Supervisors

FROM: Jean S. Fraser, Chief, Health System
Susan Ehrlich, MD, MPP, Chief Executive Officer
San Mateo Medical Center

SUBJECT: Amendment to the Agreement with the Department of Veterans
Affairs Palo Alto Health Care System

RECOMMENDATION:

Adopt a Resolution authorizing the:

- A) President of the Board to execute an Amendment to the Agreement with the Department of Veterans Affairs Palo Alto Health Care System for the provision of space and resources for Willow Clinic and Methadone Treatment Program, extending the term by six months to February 10, 2012, and increasing the maximum amount payable by \$311,110.32 to an amount not to exceed \$3,916,952.32; and
- B) Chief of the Health System or designee to execute contract amendments which modify the County's maximum fiscal obligation by no more than \$25,000 (in aggregate), and/or modify the contract term and/or services so long as the modified term or services is/are within the current or revised fiscal provisions.

BACKGROUND:

In March 1997, your Board approved a Sharing Agreement with the Department of Veterans Affairs Palo Alto Health Care System (VAPAHCS) for space in Building 334 on the VAPAHCS Menlo Park campus to locate and operate the Willow Clinic. Your Board approved subsequent Amendments and Supplemental Agreements to secure additional space for services such as the Methadone Treatment Program. In October 2006, your Board approved a five-year Agreement for the term August 11, 2006 through August 10, 2011, for continued County operations at the VAPAHCS Willow Campus. The clinic has been operational since that time. On September 27, 2011, your Board approved Resolution 071663 to continue authorizing payments to the VAPAHCS through February 10, 2012, while terms of a new lease could be finalized.

DISCUSSION:

The County is developing a consolidated South County Clinic at the Fair Oaks Clinic site in unincorporated Redwood City. It is anticipated that consolidation of the Willow Clinic at that site will be accomplished in July 2013. In the interim, a six month lease extension at the VA campus is required for the provision of space and resources at the Willow Clinic and Methadone Treatment Program, and VAPAHCS has agreed to extend the Sharing Agreement for an additional six months. This will allow VAPAHCS the time to write a separate agreement for each program. These new agreements will be presented to your Board for approval as we receive them from VAPAHCS.

The operation of the Methadone Clinic will transition to another provider upon completion of its licensing with the State and with the Drug Enforcement Agency. At that time an arrangement will be made to transfer the remaining term of the lease (along with other program details and client records) to the other provider in order to assure continuity of services to clients.

County Counsel has reviewed and approved this Agreement and Resolution as to form. The Contractor's insurance has been reviewed and approved by Risk Management.

The Contractor has assured compliance with the County's Contractor Employee Jury Service Ordinance, as well as all other contract provisions that are required by County ordinance and administrative memoranda, including but not limited to insurance, hold harmless, non-discrimination and equal benefits.

This Agreement contributes to the Shared Vision 2025 outcome of a Healthy Community by continuing to provide health services for patients at the Willow Clinic and at the Methadone Clinic. It is anticipated that patient satisfaction results will increase from 81% to 83%.

Performance Measure:

Measure	FY 2010-11 Actual	FY 2011-12 Projected
Patient satisfaction results	81%	83%

FISCAL IMPACT:

The Amendment extends the term of the Agreement by six months to February 10, 2012, and increases the maximum amount payable under the Agreement by \$311,110.32, to a maximum obligation of \$3,916,952.32. Funds in the amount of \$311,110.32 are included in the SMMC Adopted FY 2011-12.

Expenses at SMMC are covered by fees for services or third-party payors whenever possible. The portion of expenses for services provided to the medically indigent or to those covered by programs that do not meet the full costs of care are covered by the County's General Fund contribution to SMMC.

RESOLUTION NO. _____

BOARD OF SUPERVISORS, COUNTY OF SAN MATEO, STATE OF CALIFORNIA

* * * * *

RESOLUTION AUTHORIZING THE A) PRESIDENT OF THE BOARD TO EXECUTE AN AMENDMENT TO THE AGREEMENT WITH THE DEPARTMENT OF VETERANS AFFAIRS PALO ALTO HEALTH CARE SYSTEM FOR THE PROVISION OF SPACE AND RESOURCES FOR WILLOW CLINIC AND METHADONE TREATMENT PROGRAM, EXTENDING THE TERM BY SIX MONTHS TO FEBRUARY 10, 2012, AND INCREASING THE MAXIMUM AMOUNT PAYABLE BY \$311,110.32 TO AN AMOUNT NOT TO EXCEED \$3,916,952.32; AND B) CHIEF OF THE HEALTH SYSTEM OR DESIGNEE TO EXECUTE CONTRACT AMENDMENTS WHICH MODIFY THE COUNTY'S MAXIMUM FISCAL OBLIGATION BY NO MORE THAN \$25,000 (IN AGGREGATE), AND/OR MODIFY THE CONTRACT TERM AND/OR SERVICES SO LONG AS THE MODIFIED TERM OR SERVICES IS/ARE WITHIN THE CURRENT OR REVISED FISCAL PROVISIONS

RESOLVED, by the Board of Supervisors of the County of San Mateo, State of California, that

WHEREAS, a Sharing Agreement between the County and the United States Department of Veterans Affairs (VA) allowing the County to use space and services at the VA's Palo Alto Health Care System (VAPAHCS) campus for the County's Willow Clinic, the Methadone Treatment Program, and related programs expired on August 10, 2011; and

WHEREAS, a renewal to this Agreement is being negotiated; and

WHEREAS, on September 27, 2011, this Board approved Resolution 071663 authorizing payments to the VAPAHCS through February 10, 2012, while terms of a new lease are negotiated; and

WHEREAS, VAPAHCS has agreed to extend the Willow/Methadone Clinic Sharing Agreement for six months through February 10, 2012, to allow the parties to negotiate agreements for both programs; and

WHEREAS, both parties now wish to amend the Agreement by extending the term by six months, to February 10, 2012, and increasing the maximum amount by \$311,110.32, to an amount not to exceed \$3,916,952.32; and

WHEREAS, this Board has been presented with a form of such Amendment to the Sharing Agreement, has examined and approved it as to both form and content, and desires to enter into it.

NOW, THEREFORE, IT IS HEREBY DETERMINED AND ORDERED that the President of this Board of Supervisors be and is hereby authorized and directed to execute said Amendment to the Sharing Agreement for and on behalf of the County of San Mateo, and the Clerk of the Board shall attest the President's signature thereto.

BE IT FURTHER RESOLVED that the Chief of the Health System or designee is authorized to execute contract amendments which modify the County's maximum fiscal obligation by no more than \$25,000 (in aggregate), and/or modify the contract term and/or services so long as the modified term or services is/are within the current or revised fiscal provisions.

* * * * *

AMENDMENT OF SOLICITATION/MODIFICATION OF CONTRACT

BPA NO.

1. CONTRACT ID CODE

PAGE 1

OF PAGES 2

2. AMENDMENT/MODIFICATION NO.

0002

3. EFFECTIVE DATE

08/11/2011

4. REQUISITION/PURCHASE REQ. NO.

5. PROJECT NO.(if applicable)

6. ISSUED BY

CODE

Department of Veterans Affairs
VA Sierra Pacific Network (VISN 21)
VA Northern California HealthCare System
5342 Dudley Blvd. Bldg 98 (90/CCA)
McClellan CA 95652-1012

7. ADMINISTERED BY (If other than Item 6)

CODE

Department of Veterans Affairs
VA Sierra Pacific Network (VISN 21)
VA Northern California HealthCare System
5342 Dudley Blvd. Bldg 98 (90/CCA)
McClellan CA 95652-1012

8. NAME AND ADDRESS OF CONTRACTOR (No., street, county, State and ZIP Code)

SAN MATEO, COUNTY OF
HEALTHCARE FOR THE HOMELESS

225 W 39TH AVE

SAN MATEO CA 944034361

(X)

9A. AMENDMENT OF SOLICITATION NO.

9B. DATED (SEE ITEM 11)

10A. MODIFICATION OF CONTRACT/ORDER NO.
V640S-0071

10B. DATED (SEE ITEM 13)

08-11-2006

CODE

FACILITY CODE

X

11. THIS ITEM ONLY APPLIES TO AMENDMENTS OF SOLICITATIONS

The above numbered solicitation is amended as set forth in Item 14. The hour and date specified for receipt of Offers is extended, is not extended.

Offers must acknowledge receipt of this amendment prior to the hour and date specified in the solicitation or as amended, by one of the following methods:

(a) By completing Items 8 and 15, and returning copies of the amendment; (b) By acknowledging receipt of this amendment on each copy of the offer submitted; or (c) By separate letter or telegram which includes a reference to the solicitation and amendment numbers. FAILURE OF YOUR ACKNOWLEDGMENT TO BE RECEIVED AT THE PLACE DESIGNATED FOR THE RECEIPT OF OFFERS PRIOR TO THE HOUR AND DATE SPECIFIED MAY RESULT IN REJECTION OF YOUR OFFER.

12. ACCOUNTING AND APPROPRIATION DATA (if required)

13. THIS ITEM APPLIES ONLY TO MODIFICATIONS OF CONTRACTS/ORDERS, IT MODIFIES THE CONTRACT/ORDER NO. AS DESCRIBED IN ITEM 14.

(X)

A. THIS CHANGE ORDER IS ISSUED PURSUANT TO: (Specify authority) THE CHANGES SET FORTH IN ITEM 14 ARE MADE IN THE CONTRACT ORDER NO. IN ITEM 10A.

B. THE ABOVE NUMBERED CONTRACT/ORDER IS MODIFIED TO REFLECT THE ADMINISTRATIVE CHANGES (such as changes in paying office, appropriation date, etc.) SET FORTH IN ITEM 14, PURSUANT TO THE AUTHORITY OF FAR 43.103(b).

X

C. THIS SUPPLEMENTAL AGREEMENT IS ENTERED INTO PURSUANT TO AUTHORITY OF: Mutual agreement between the parties.

D. OTHER (Specify type of modification and authority)

E. IMPORTANT: Contractor is not, X is required to sign this document and return 1 copies to the Issuing office.

14. DESCRIPTION OF AMENDMENT/MODIFICATION (Organized by UCF section headings, including solicitation/contract subject matter where feasible.)

*****SEE ATTACHED*****

Except as provided herein, all terms and conditions of the document referenced in Item 9A or 10A, as heretofore changed, remains unchanged and in full force and effect.

15A. NAME AND TITLE OF SIGNER (Type or print)

16A. NAME AND TITLE OF CONTRACTING OFFICER (Type or print)

Claire K. Ursino
Contracting Officer

15B. CONTRACTOR/OFFEROR

15C. DATE SIGNED

16B. UNITED STATES OF AMERICA

16C. DATE SIGNED

(Signature of person authorized to sign)

BY (Signature of Contracting Officer)

Attest:

A. This modification updates the VA contact information, extends the agreement, and updates the pricing for the extension.

B. VA REPRESENTATIVE:

The VA point of contact has changed from Joe Hagen to:

Melvia Britton Contracting Specialist
Phone: 916 923 4561
Fax: 916 923 4554
Email: Melvia.Britton@va.gov
Address: 3230 Peacekeeper Way, Bldg 209
McClellan Park CA 95652

C. EXTENSION:

This agreement has been extended from August 11th, 2011 through February 10th, 2012.

In the event of change of occupancy of the building before expiration of modification the entire selling agreement will be voided.

D. PRICING:

Item No	Description	Qty	Unit	Monthly Cost	6 Month Cost
0001	Use of Space Bldg 334, 10,356 sq ft Charged at \$3.57 per sq ft	6	MO	\$36,970.92	\$221,825.52
0002	Use of Space Bldg 334, Basement 1,160 sq ft Charged at \$2.98 per sq ft	6	MO	\$3,456.80	\$20,740.80
0007	Use of Space Methadone Clinic Bldg 332 3,200 sq ft Charged at \$3.57	6	MO	\$11,424.00	\$68,544.00
Total Charge				\$51,851.72	\$311,110.32

E. All other terms and conditions remain unchanged.