

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Behavioral Health	(2) MEETING DATE 2/25/2014	(3) CONTACT/PHONE Cindy Collins, ASM, 788-2932 Amy Olson, ASO II, 781-4729	
(4) SUBJECT Request to approve Amendment No. 1 to the contract with Aegis Medical Systems, Inc. for FY 2013-14 in the amount not to exceed \$740,447 to change the Contractor entity name to Aegis Treatment Centers LLC, with all other provisions of the contract remaining the same. All Districts.			
(5) RECOMMENDED ACTION It is recommended that the Board approve and direct the Chairperson to sign Amendment No. 1 to the contract with Aegis Medical Systems, Inc. for FY 2013-14 to change the Contractor entity name to Aegis Treatment Centers, LLC, with all other provisions of the contract remaining the same.			
(6) FUNDING SOURCE(S) N/A	(7) CURRENT YEAR FINANCIAL IMPACT \$0.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ___) <input type="checkbox"/> Board Business (Time Est. ___)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input checked="" type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: N/A <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: <u>1-28-14</u>	
(17) ADMINISTRATIVE OFFICE REVIEW Reviewed by Leslie Brown			
(18) SUPERVISOR DISTRICT(S) All Districts -			

County of San Luis Obispo



TO: Board of Supervisors

FROM: Jeff Hamm, Health Agency Director
Anne Robin, Behavioral Health Administrator

DATE: 2/25/2014

SUBJECT: Request to approve Amendment No. 1 to the contract with Aegis Medical Systems, Inc. for FY 2013-14 in the amount not to exceed \$740,447 to change the Contractor entity name to Aegis Treatment Centers LLC, with all other provisions of the contract remaining the same. All Districts.

RECOMMENDATION

It is recommended that the Board approve and direct the Chairperson to sign Amendment No. 1 to the contract with Aegis Medical Systems, Inc. for FY 2013-14 to change the Contractor entity name to Aegis Treatment Centers, LLC, with all other provisions of the contract remaining the same.

DISCUSSION

Your Board approved a contract with Aegis Medical Systems Inc. (AMS), a Narcotic Treatment Program, on January 28, 2014. AMS provides outpatient services using methadone and/or levoalphacetylmethadol (LAAM), directed at stabilizing and the rehabilitation of persons who are opiate addicted and have a substance abuse diagnosis. Services, which are located in the North County, include methadone medication treatment, drug screening/testing and individual and group counseling services regarding methadone maintenance. AMS currently has a licensed capacity of 225 slots. The provision of these services are now the responsibility of the counties effective FY 2013-14 due to provisions of Realignment 2011 and the contract for Substance Use Disorder (SUD) Services allowing access to Drug Medi-Cal dollars.

AMS notified the county on January 21, 2014 that, effective January 11, 2014, AMS transferred all narcotic treatment program operations to Aegis Treatment Centers, LLC (ATC). All AMS staff members from the clinic level to upper management have been transferred over to ATC. Furthermore, the Aegis North County clinic operations remain unchanged. The Department of Health Care Services (DHCS) has approved of this transition and has given approval for all AMS clients to be transferred to ATC. All services will continue as contracted during the name change process.

OTHER AGENCY INVOLVEMENT/IMPACT

County Counsel has reviewed and approved the contract as to form and legal effect.

FINANCIAL CONSIDERATIONS

The recommended amendment results in no financial impact on the Behavioral Health Department.

RESULTS

Approval of this agreement will allow the County to reimburse Aegis Treatment Centers, LLC for reimbursable Narcotic Treatment Program services from Drug Medi-Cal and the DHCS SUD contract. Aegis currently has a licensed capacity of 225 slots.

The pass-thru funds received through the SUD contract will help the Health Agency's Drug and Alcohol Services of the Behavioral Health Department provide the most appropriate services to clients, thereby increasing the probability of positive treatment outcomes. Furthermore, positive treatment outcomes contribute to the wider County vision of a healthy and safe community.

ATTACHMENTS

1. Aegis FY 13-14 Contract Amendment