

## COCHISE COUNTY GRANT APPROVAL FORM

Form Initiator:  Date Prepared:

Point of Contact:  Phone Number:

Department:

### PRIMARY GRANT

Primary Grantor:  CFDA:

Grant Title:

Grant Term From:  To:  Total Award Amount:

New Grant:  Yes  No Grant No.:

Amendment No.:

Funding No.:  If new, Finance will assign a funding number.

Strategic Plan:  District:  Mandated by Law?  Yes  No

Number of Positions Funded:  Asset(s) Acquired:

Briefly describe the purpose of the grant.

SVRHC/CVMC will function as the Title 36 pre-petition screening agency for the County and, when appropriate, as the Title 36 evaluation agency for matters initiated by the County.

If this is a mandated service, cite the source. If not mandated, cite indications of local customer support for this service.

PRIMARY FUNDING SOURCE:

Funding Year:	<input type="text" value="2014-2015"/>	Federal Funds 332.100	<input type="text"/>
		State Funds 336.100	<input type="text"/>
		County Funds 391.000	<input type="text" value="325,000"/>
		Other Funds:	<input type="text"/>
		Total Funds:	<input type="text"/>
Funding Year:	<input type="text" value="2014-2015"/>	Federal Funds 332.100	<input type="text"/>
		State Funds 336.100	<input type="text"/>
		County Funds 391.000	<input type="text" value="325,000"/>
		Other Funds:	<input type="text"/>
		Total Funds:	<input type="text"/>
Funding Year:	<input type="text" value="2014-2015"/>	Federal Funds 332.100	<input type="text"/>
		State Funds 336.100	<input type="text"/>
		County Funds 391.000	<input type="text" value="325,000"/>
		Total Revenue:	<input type="text" value="325,000"/>

Has this amount been budgeted?  Yes  No

Method of collecting funds:  Lump Sum  Quarterly  Draw  Reimbursement

Is reversion of unexpended funds required at the end of grant period?  Yes  No

(a) Total A-87 Cost Allocation:  (b) Amount of overhead allowed by grant:

County Subsidy (a) - (b):

Does Grantor accept indirect costs as an allowable expenditure?  Yes  No

If yes, dollar amount or percentage allowed:

Second Grantor:

Grant Term From:  To:

Secondary Award Amount:

Grant No.:

Amendment No.:

Funding Year:  Federal Funds 332.100   
State Funds 336.100   
County Funds 391.000   
Other Funds:

Funding Year:  Federal Funds 332.100   
State Funds 336.100   
County Funds 391.000   
Other Funds:   
Total Revenue:

Has this amount been budgeted?  Yes  No

Method of collecting funds:  Lump Sum  Quarterly  Draw  Reimbursement

Is reversion of unexpended funds required at the end of grant period?  Yes  No

(a) Total A-87 Cost Allocation:  (b) Amount of overhead allowed by grant:

County Subsidy (a) - (b):

Does Grantor accept indirect costs as an allowable expenditure?  Yes  No

If yes, dollar amount or percentage allowed:

Is County match required?  Yes  No

County Match Source:

County match dollar amount or percentage:

Signature: J. Steiger

Board Approval: \_\_\_\_\_

Date \_\_\_\_\_

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[Print Form](#)

[Submit by Email to Finance](#)

Please e-mail completed form to Finance [ldevore@cochise.az.gov](mailto:ldevore@cochise.az.gov).

**NOTE: Once approved by the Board of Supervisors, the department is responsible for sending a copy of the fully executed grant document to the Finance Department**

## Executive Summary Form

**Agenda Number:** HLT

### **Recommendation:**

Approve the new Provider Contract, Title 36 Mental Health Services, between Cochise Health & Social Services and RCHP-Sierra Vista, Inc., dba Sierra Vista Regional Healthcare Center/Canyon Vista Medical Center, which is a Level 1 psychiatric facility, effective 4/23/15 thru 4/22/18, unless further extended pursuant to the provisions of Article 7.

### **Background:**

Cochise Health & Social Services is pleased to enter into this agreement with the new hospital facility and its newly built mental health wing. Since the SEABHS psychiatric facility closed in Benson a few years back, Cochise County has been without a Level 1 facility and patients have to be transferred for care to Tucson and beyond. In this agreement, RCHP-Sierra Vista, Inc., dba Sierra Vista Regional Healthcare Center/Canyon Vista Medical Center will provide Title 36 pre-screening and evaluation services for, and on behalf of the County pursuant to, in accordance with and governed by Chapter 5, Title 36 of the Arizona Revised Statutes and any other current and future applicable statutes, rules and regulations.

In providing such services, SVRHC/CVMC will function as the Title 36 pre-petition screening agency for the County and, when appropriate, as the Title 36 evaluation agency for matters initiated by the County. To facilitate pre-petition screenings, all local law enforcement will be directed to transport any potential patient to the SVRHC/CVMC's emergency room.

It is understood that neither the County nor SVRHC/CVMC assumes any duty or obligation to provide or pay for medical or mental health treatment, but only for screening and evaluation services and any associated court testimony. For example, and not by way of limitation, neither party is responsible for the payment of hospital costs (i.e., non-evaluation costs, such as physical medical treatment) incurred by a patient before, during or after screening and evaluation services have been provided for the patient. Further, subject to applicable law, the County is not responsible for the cost of any short or long-term mental health treatment provided by the Provider.

All mental health services provided under this Agreement shall be rendered in accordance with applicable law and community professional and ethical standards.

**Fiscal Impact & Funding Sources:** 100-6000-6210-431.322 is the fund line. Rates are competitive with Tucson facilities and daily hospital rate includes professional fees excluding the evaluation(s). This new contract limits our total annual payments to \$500k vs. our current budget of \$325k. Actual payments for Title 36 services in FYE 14 were \$123k and \$303k in FYE 13. Significant savings will be realized in transport costs for Inmates in need of these services if they can be provided locally. Will also be more convenient and less costly for public and legal defenders to work with clients who may require hospitalization, again saving time and travel expenses.

### **Next Steps/Action Items/Follow-up:**

Your approval is respectfully requested.

### **Impact of Not Approving:**

Not approving this Agreement will prevent Cochise County from entering into the Title 36 services program for with SVRHC/CVMC and patients will continue to be transported to Tucson and beyond for services.

**PROVIDER CONTRACT  
TITLE 36 MENTAL HEALTH SERVICES  
BETWEEN  
COCHISE COUNTY AND  
SIERRA VISTA REGIONAL HEALTHCARE CENTER/  
CANYON VISTA MEDICAL CENTER**

This agreement is between RCHP-Sierra Vista, Inc., d/b/a Sierra Vista Regional Healthcare Center/Canyon Vista Medical Center, an Arizona for profit corporation authorized to do business in Arizona,, hereinafter called "Provider", and the COUNTY OF COCHISE, a political subdivision of the State of Arizona, hereinafter called "County".

RECITALS

- A. Pursuant to A.R.S. § 36-545.-04 and §36-545.06, the County is obligated, in certain circumstances, to make available and pay for mental health screenings and evaluations for commitment of proposed patients who reside in Cochise County and those who were found in Cochise County prior to hospitalization;
- B. County and Provider desire to act jointly and cooperatively in developing and implementing a unified, cohesive and well integrated system of mental health services in Cochise County.
- C. County has the authority to enter into this agreement with the Provider for the provision of mental health services pursuant to A.R.S §11-251, and 36-545.06.
- D. Provider operates inpatient services in Sierra Vista, staffed by professionals qualified to perform pre-petition screenings and evaluations of individuals to determine whether a Title 36 proceedings are appropriate.
- E. Provider operates a psychiatric health facility in Sierra Vista, which is a Level 1 facility.

AGREEMENT

NOW THEREFORE, in consideration of the mutual covenants and undertakings herein, Provider and County agree as follows:

ARTICLE 1  
TERM

- 1. This Agreement shall become effective 4/23/15 and terminate on 4/22/18, unless further extended pursuant to the provisions of Article 7. All parties hereto acknowledge that this Agreement is subject to cancellation by the County, pursuant to the provisions of Section 38-511 of the Arizona Revised Statutes.

**ARTICLE 2**  
**SCOPE OF SERVICES**

- 2.1 Provider will provide Title 36 pre-screening and evaluation services for, and on behalf of the County pursuant to, in accordance with and governed by Chapter 5, Title 36 of the Arizona Revised Statutes and any other current and future applicable statutes, rules and regulations. In providing such services, Provider will function as the Title 36 pre-petition screening agency for the County and, when appropriate, as the Title 36 evaluation agency for matters initiated by the County.

To facilitate pre-petition screenings, all local law enforcement will be directed to transport any potential patient to the Sierra Vista Regional Health Center's/Canyon Vista Medical Center's emergency room.

It is understood that neither the County nor the Provider assumes any duty or obligation to provide or pay for medical or mental health treatment, but only for screening and evaluation services and any associated court testimony. For example, and not by way of limitation, neither party is responsible for the payment of hospital costs (i.e. non-evaluation costs, such as physical medical treatment) incurred by a patient before, during or after screening and evaluation services have been provided for the patient. Further, subject to applicable law, the County is not responsible for the cost of any short or long-term mental health treatment provided by the Provider.

- 2.2 All mental health services provided under this Agreement shall be rendered in accordance with applicable law and community professional and ethical standards.
- 2.3 County shall retain financial responsibility for the costs of pre-petition screening, evaluation services, court-appointed defense attorneys and actual court proceeding expenses for commitment actions brought under Title 36, Chapter 5, Article 4 and 5 of the Arizona Revised Statutes (A.R.S. §36-520 et seq. and 36-533 et seq., respectively). Mental health services from the Provider shall not include independent evaluators.
- 2.4 Licenses: Provider certifies that it has procured and shall maintain all permits and licenses required in order to conduct business lawfully; and that it shall remain informed of and in compliance with all federal, state and local laws, ordinances and regulations that effect in any manner Provider's fulfillment of the contract.

**ARTICLE 3**  
**REIMBURSEMENT**

- 3.1 The County agrees that it will reimburse the Provider for the costs associated with providing services to the County as follows:
- A. Pre-petition screening services and evaluations, when appropriate to determine if a Title 36 petition is warranted.
- B. The Crisis Mobile Team or the Local Agency under the RBHA and/or the Provider/Hospital, will be responsible for gathering witness statements and providing

all required County documents when appropriate. Provider shall be paid at the rate of three hundred dollars (\$300.00 USD) per patient.

- C. In-patient services for evaluation, treatment, report writing and testimony, at the rate of nine hundred dollars (\$900.00 USD) per day; plus one hundred and fifty dollars (\$150.00 USD) per psychiatric evaluation; said inpatient services shall be paid from the date of the filing of a Petition for Evaluation, up to and including the day before court ordered treatment, change to voluntary status or release from evaluation, or in any case of patients with AHCCCS coverage, County will be responsible for the first three days of court ordered evaluation, with remaining stay billable to the RBHA.

Invoices received by the County more than six (6) months following the date of service will not be paid pursuant to A.R.S. § 11-622.

- 3.2 Reimbursement for services shall be invoiced and payable on a monthly basis to:

Mary Gomez, Director of Health and Social Services  
Cochise County  
1415 Melody Lane, Bldg A  
Bisbee, AZ 85603

- 3.4 The Provider agrees that the maximum amount payable under this contract for services and fixed costs will not exceed One Half Million Dollars (\$500,000.00 USD) per contract year.

#### ARTICLE 4 INDEMNIFICATION AND INSURANCE

- 4.1 To the extent allowed by law, Provider shall defend, indemnify, and hold harmless Cochise County, and its departments, agencies, boards, commissions, officers, officials, agents, and employees (hereinafter referred to as "Indemnitee") from and against any and all claims, actions, liabilities, damages, losses, or expenses (including court costs, attorneys' fees, and costs of claim processing, investigation and litigation) (hereinafter referred to as "Claims") for bodily injury or personal injury (including death), or loss or damage to tangible or intangible property caused, or alleged to be caused, in whole or in part, by the negligent or willful acts or omissions of Provider or any of its owners, officers, directors, agents, employees or subProviders. This indemnity includes any claim or amount arising out of, or recovered under, the Workers' Compensation Law or arising out of the failure of such Provider to conform to any federal, state or local law, statute, ordinance, rule, regulation or court decree. It is the specific intention of the parties that the Indemnitee shall, in all instances, except for Claims arising solely from the negligent or willful acts or omissions of the Indemnitee, be indemnified by Provider from and against any and all claims. It is agreed that Provider will be responsible for primary loss investigation, defense and judgment costs where this indemnification is applicable. In consideration of the award of this contract, the Provider agrees to waive all rights of subrogation against Cochise County, its officers, officials, agents and employees for losses arising from the work performed by the Provider for Cochise County.

The amount and type of insurance coverage requirements set forth herein will in no way be construed as limiting the scope of the indemnity in the above paragraph.

- 4.2 Provider shall procure and maintain, until all of its obligations have been discharged under the Contract, insurance against claims for injury to persons or damage to property which may arise from or in connection with the performance of the work hereunder by the Provider, his agents, representatives, employees or subcontractors.

The *insurance requirements* herein are minimum requirements for this Contract and in no way limit the indemnity covenants contained in this Contract. The County in no way warrants that the minimum limits contained herein are sufficient to protect the Provider from liabilities that might arise out of the performance of the work under this contract by the Provider, its agents, representatives, employees or subcontractors, and Provider is free to purchase additional insurance.

- A. Provider shall provide coverage with limits of liability not less than those stated below.

**1. Commercial General Liability – Occurrence Form**

The Policy shall include bodily injury, property damage, personal and advertising injury and broad form contractual liability coverage.

- General Aggregate \$2,000,000
  - Products – Completed Operations Aggregate \$1,000,000
  - Personal and Advertising Injury \$1,000,000
  - Damage to Rented Premises \$50,000
  - Each Occurrence \$1,000,000
- a. The policy *shall include coverage for sexual abuse and molestation. This coverage may be sub-limited to no less than \$500,000. The limits may be included within the General Liability limit, or provided by separate endorsement with its own limits, or provided as separate coverage included with the professional liability.*
- b. *Provider must provide the following statement on their Certificate(s) of Insurance: "Sexual Abuse/Molestation coverage is included." Policies/certificates stating that "Sexual Abuse/Molestation coverage is not excluded" do not meet this requirement.*
- c. The policy shall be endorsed (**Blanket Endorsements are not acceptable**) to include the following additional insured language: *"Cochise County, and its departments, agencies, boards, commissions, officers, officials, agents, and employees shall be named as additional insureds with respect to liability arising out of the activities performed by or on behalf of the Provider."*

- d. Policy shall contain a waiver of subrogation endorsement **(Blanket Endorsements are not acceptable)** in favor of "Cochise County, and its departments, agencies, boards, commissions, officers, officials, agents, and employees" for losses arising from work performed by or on behalf of the Provider.

**2. Worker's Compensation and Employers' Liability**

- Workers' Compensation Statutory
  - Employers' Liability
  - Each Accident \$1,000,000
  - Disease – Each Employee \$1,000,000
  - Disease – Policy Limit \$1,000,000
- a. Policy shall contain a waiver of subrogation endorsement **(Blanket Endorsements are not acceptable)** in favor of "Cochise County, and its departments, agencies, boards, commissions, officers, officials, agents, and employees" for losses arising from work performed by or on behalf of the Provider.

**3. Professional Liability (Errors and Omissions Liability)**

Each Claim \$ 1,000,000  
Annual Aggregate \$ 3,000,000

- a. In the event that the professional liability insurance required by this Contract is written on a claims-made basis, Provider warrants that any retroactive date under the policy shall precede the effective date of this Contract; and that either continuous coverage will be maintained or an extended discovery period will be exercised for a period of two (2) years beginning at the time work under this Contract is completed.
- b. The policy shall cover professional misconduct or wrongful acts for those positions defined in the Scope of Work of this contract.
- c. In the event that the professional liability insurance required by this Contract is written on a claims-made basis, Provider warrants that any retroactive coverage date shall be no later than the effective date of this Contract; and that either continuous coverage will be maintained or an extended discovery period will be exercised for a period of two (2) years beginning at the time work under this Contract is completed.
- B. The policies shall include, or be endorsed **(Blanket Endorsements are not acceptable)** to include, the following provisions:
1. The Provider's policies shall stipulate that the insurance afforded the Provider shall be primary insurance and that any insurance carried by the County, and its agents, officials employees or the County shall be excess and not contributory insurance.

2. Coverage provided by the Provider shall not be limited to the liability assumed under the indemnification provisions of this Contract.

4.3 The Provider's breach of the above-mentioned indemnification and insurance provisions shall be deemed a material breach of the Agreement and may result in the termination of the Agreement by Cochise County.

The Provider agrees to keep all books, accounts, reports, files and other records relating to this Contract for five (5) years after completion of the contract. In addition, the Provider agrees that such books, accounts, reports, files and other records shall be subject to audit pursuant to A.R.S. § 35-214.

4.4 Provider shall provide Certificates of Insurance to the County evidencing that Provider is in compliance with the insurance requirements before work commences under the Contract. Provider shall use commercially reasonable efforts to ensure that no policy shall expire, be cancelled or changed without thirty (30) days written prior notification of the County. Any policy endorsements that restrict or limit coverage shall be clearly noted on the Certificates of Insurance. Prior to commencing services, the Certificates of Insurance shall identify this contract and shall be sent directly to Cochise County, at the address listed in Section 5.1(b).

ARTICLE 5  
NOTICES

5. Any written notices required by the Agreement shall be addressed as follows:

a. Notices to Provider shall be addressed and mailed as follows:

Canyon Vista Medical Center  
5700 East Highway 90  
Sierra Vista, Arizona 85635

With a copy to:

Regional Care Hospital Partners, Inc.  
103 Continental Place, Suite 200  
Brentwood, Tennessee 37027  
Attention: Legal Department  
Facsimile No: 615-844-9833

b. Notices to County shall be addressed and mailed as follows:

Mary Gomez, Director of Health and Social Services  
Cochise County  
1415 Melody Lane, Bldg A  
Bisbee, AZ 85603

ARTICLE 6  
RECORD KEEPING AND AUDITS

- 6.1 Provider shall provide to County monthly utilization reports indicating individuals served and number and type of services provided by the twentieth (20<sup>th</sup>) day of each month.
- 6.2 Provider agrees to maintain all records associated with this Agreement for a period of at least five (5) years. County and Provider agree to maintain and furnish each other such records and documents pertaining to the services provided pursuant to this Agreement, both medical and non medical, as may be required by applicable Federal and State laws, rules and regulations. County and Department agree to facilitate the information and record exchanges necessary to Quality Management, Utilization Management or other programs required for their mutual benefit.
- 6.3 Provider shall allow County or county's designee reasonable access during regular business hours to specified health and medical records and any requested financial books, records or documents.

ARTICLE 7  
EXTENSIONS, AMENDMENTS AND TERMINATION

- 7.1 This document contains the entire Agreement of the parties and may not be changed orally. Any change, modification or extension of the Agreement must be in the form of a written amendment to this Agreement, signed by both parties hereto.
- 7.2 The parties may, by an amendment signed by both parties, extend this Agreement for additional two (2) year periods, not to exceed five (5) years. To be effective, an amendment extending the term of this Agreement must be executed by both parties at least sixty (60) days prior to the expiration of the current term. If not, this Agreement shall terminate on April 22 of the then current term.
- 7.3 Either party may terminate this Contract at any time, with ninety (90) days notice in writing, to the other party. Such notice shall be given by personal delivery or by registered or certified mail to the other party's official mailing address.
- 7.4 This contract is not assignable, the County reserves the right to terminate this Contract, without notice, in the event that the Provider sells, transfers or conveys ownership of the hospital and/or if the Provider fails to perform its duties in accordance with this Contract.

ARTICLE 8  
NON-DISCRIMINATION

8. Both County and Provider shall comply with Title VII of the Civil Rights Act of 1964, as amended, the Age Discrimination in Employment Act of 1975; and the Federal Executive Order 112456, State Executive Order No. 7505; and A.R.S. § 41-1461 et seq., which mandates that all persons, regardless of race, color, religion, sex, age, national origin or political affiliations, shall have equal access to employment opportunities. Both County and Provider shall comply with Section 503 of the Rehabilitation Act of 1973, as amended, which prohibits discrimination in the employment or advancement in employment of qualified persons because of physical or mental handicap. Both county and Provider shall comply with title VI of the Civil Rights Act of 1964, as amended, which prohibits the denial of benefits or participation in services pursuant to this Agreement on the basis of race, color or national origin. Both County and Provider shall comply with the requirements of Section 504 of the Rehabilitation Act of 1973, as amended, which prohibits discrimination on the basis of handicap in delivering services pursuant to this Agreement and with the provisions of the Americans with Disabilities Act of 1990, as amended.

ARTICLE 9  
RELATIONSHIP OF PARTIES

9. Provider is an independent contractor of the County. Provider represents that he has or will secure at his own expense, all personnel required in performing the services under this Agreement. Such personnel shall not be employees of or have any contractual relationship with the County. All personnel engaged in work under this Agreement shall be fully qualified and shall be authorized or permitted under state or local law to perform such services. It is further agreed by Provider that Provider shall obey all state and federal statutes, rules and regulations which are applicable to provisions of the services called for herein. Neither Provider nor any employee of the Provider shall be deemed an officer, employee or agent of the County.

ARTICLE 10  
MISCELLANEOUS

- 10.1 The parties agree that all of the conditions set forth herein are material to the Agreement and a breach of any condition is a breach of the Agreement.
- 10.2 Each Article of this Agreement stands alone. Any Article of this Agreement found to be prohibited by law shall be ineffective only to the extent of such prohibition, without invalidating the remainder of the Agreement.
- 10.3 The failure of either party to insist in any one or more instances upon the full and complete performance of any of the terms and provisions of this Agreement to be performed on the part of the other, or to take any action permitted as a result thereof, shall not be construed as a waiver or relinquishment of the right to insist upon full and complete performance of the same or any other covenant or condition, either in the past

or in the future. The acceptance by either party of sums less than may be due and owing at any time shall not be construed as an accord and satisfaction.

- 10.4 Captions and headings are for index purposes only and shall not be used in construing this Agreement.
- 10.5 This Agreement shall be governed by the laws of the State of Arizona. Jurisdiction and venue for any action under this Agreement shall be in Cochise County.
- 10.6 If any provision of this Agreement shall conflict with any provisions of the exhibits hereto, the provisions of the exhibits or modifications shall prevail.
- 10.7 The Provider and the County have read this Agreement and agree to be bound by all of its terms; and further agree that it constitutes the entire Agreement between the two parties and may only be modified by a written mutual Agreement signed by both parties.
- 10.8 The Provider shall not assign any of its rights or obligations under this Agreement without the prior written consent of the County. Any attempt to assign shall be void.

**IN WITNESS WHEREOF**, the duly authorized representatives of the parties have executed this Agreement, as indicated below:

**RCHP-Sierra Vista, Inc., d/b/a Sierra Vista Regional Healthcare Center/Canyon Vista Medical Center**

**SIGNATURE** \_\_\_\_\_

*Dean French*  
\_\_\_\_\_  
**Dean French, MD - Chief Executive Officer  
CANYON VISTA MEDICAL CENTER  
5700 East Highway 90  
Sierra Vista, Arizona 85635**

**DATE** \_\_\_\_\_

*4/9/15*  
\_\_\_\_\_

**Cochise County Health and Social Services**

**SIGNATURE** \_\_\_\_\_

*Mary Gomez*  
\_\_\_\_\_  
**Mary Gomez, Director - Director of Health and Social Services**

**DATE** 4/9/15

**Cochise County Board of Supervisors**

**SIGNATURE** \_\_\_\_\_

\_\_\_\_\_  
**Patrick Call, Chairman - Cochise County Board of Supervisors**

**Attest:**

\_\_\_\_\_  
**Arlathe G. Rios, Clerk of the Board**

**Date:** \_\_\_\_\_

**Approved as to form:**

\_\_\_\_\_  
**Deputy County Attorney**

**Date:** \_\_\_\_\_