[Contract Amendment - HealthRight 360 - Substance Abuse and Mental Health Services - Not to Exceed \$305,358,044]

Resolution approving Amendment No. 2 to the agreement between the City, acting by and through, the Department of Public Health (DPH), and HealthRight 360, to provide substance abuse and mental health services, to extend the term by three years from June 30, 2025, for a new term of July 1, 2018, through June 30, 2028, and to increase the amount by \$141,427,165 for a new total not to exceed amount of \$305,358,044; and to authorize DPH to enter into amendments or modifications to the agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the agreement or this Resolution.

WHEREAS, On August 27, 2016, and August 23, 2017, respectively, the Department of Public Health (DPH) issued Request for Proposals (RFP-26-2016 and RFP-8-2017) for substance abuse and mental health services; and

WHEREAS, HealthRight 360 submitted a proposal and was the highest ranked proposer; and

WHEREAS, DPH awarded the contract to HealthRight 360; and

WHEREAS, The contract is consistent with the Civil Service Commission's approval obtained on December 16, 2019, and February 5, 2024, respectively, under Personal Service Contract No. 48652-16/17 and 40587-17/18; and

WHEREAS, On July 1, 2018, DPH and HealthRight 360 entered into an agreement for substance abuse and mental health services ("Original Agreement"); and

WHEREAS, The Original Agreement has a term of July 1, 2018, through June 30, 2022, and a not to exceed amount of \$84,064,915; and

WHEREAS, DPH amended the Original Agreement on June 1, 2022, to extend the term by three years ending June 20, 2025, and to increase the not to exceed contract amount by \$79,865,964 for a new contract amount of \$163,930,879, for substance abuse and mental health services (the "First Amendment"); and

WHEREAS, DPH wishes to amend the agreement by extending the term to June 30, 2028, and increasing the maximum expenditure by \$141,427,165 to \$305,358,044 (the "Second Amendment"); and

WHEREAS, The Second Amendment is consistent with the Civil Service Commission's approval obtained on December 16, 2019, and February 5, 2024, respectively, under PSC No.48652-16/17 and 40587-17/18; and

WHEREAS, Charter, Section 9.118(b) requires Board of Supervisors approval by Resolution of any contract which, when entered into, extends over 10 years, and of any contract which, when entered into, costs the City \$10,000,000 or more; and

WHEREAS, The proposed amendment contained in File No. 250339, is substantially in final form, with all material terms and conditions included, and only remains to be executed by the parties upon approval of this Resolution; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby approves the amendment in substantially the form contained in File No. 250339; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes DPH to make any modifications to the amendment, prior to its final execution by all parties, that DPH determines, in consultation with the City Attorney, are consistent with this Resolution, in the best interest of the City, do not materially increase the obligations or liabilities of the City, are necessary or advisable to effectuate the purposes of the amendment, and are in compliance with all applicable laws, including the City's Charter; and, be it

FURTHER RESOLVED, That within 30 days of the amendment being fully executed by all parties, DPH shall submit to the Clerk of the Board of Supervisors a completely executed copy for inclusion in File No. 250339; this requirement and obligation resides with the Department, and is for purposes of having a complete file only, and in no manner affects the validity of approved amendment.

RECOMMENDED

/s/\_\_\_\_

Daniel Tsai

Director of Health



## City and County of San Francisco Tails

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

## Resolution

File Number: 250339 Date Passed: May 06, 2025

Resolution approving Amendment No. 2 to the agreement between the City, acting by and through, the Department of Public Health (DPH), and HealthRight 360, to provide substance abuse and mental health services, to extend the term by three years from June 30, 2025, for a new term of July 1, 2018, through June 30, 2028, and to increase the amount by \$141,427,165 for a new total not to exceed amount of \$305,358,044; and to authorize DPH to enter into amendments or modifications to the agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the agreement or this Resolution.

April 30, 2025 Budget and Finance Committee - RECOMMENDED

May 06, 2025 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Chen, Dorsey, Engardio, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

File No. 250339

I hereby certify that the foregoing Resolution was ADOPTED on 5/6/2025 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

Daniel Lurie Mayor **Date Approved**