

1 [Contract Amendment - HealthRight 360 - Withdrawal Management and Residential
2 Treatment Services - Not to Exceed \$38,566,219]

3 **Resolution approving Amendment No. 1 to the agreement between the City, acting by**
4 **and through, the Department of Public Health (DPH), and HealthRight 360, to provide**
5 **withdrawal management and residential treatment services, to extend the term by two**
6 **years from June 30, 2026, for a new term of July 1, 2024, through June 30, 2028, and to**
7 **increase the amount by \$28,600,872 for a new total not to exceed amount of**
8 **\$38,566,219; and to authorize DPH to enter into amendments or modifications to the**
9 **agreement that do not materially increase the obligations or liabilities to the City and**
10 **are necessary to effectuate the purposes of the agreement or this Resolution.**

11
12 WHEREAS, The Department of Public Health (DPH) was authorized under
13 Administrative Code, Section 21A.4 to procure from Service Providers directly, without the
14 approval of the Purchaser and without adhering to the requirements of Section 21.1 or
15 Chapter 14B of the Administrative Code, or any other applicable competitive procurement
16 requirement; and

17 WHEREAS, The contract is consistent with the Department of Human Resources on
18 behalf of the Civil Service Commission's approval obtained on September 6, 2024, under PSC
19 number DHRPSC0004810; and

20 WHEREAS, On July 1, 2024, DPH and HealthRight 360 entered into an agreement for
21 withdrawal management and residential treatment services ("Original Agreement"); and

22 WHEREAS, The Original Agreement has a term of July 1, 2024, through June 30,
23 2026, and a not to exceed amount of \$9,965,347; and

1 WHEREAS, DPH wishes to amend the agreement by extending the term to June 30,
2 2028, and increasing the maximum expenditure by \$28,600,872 to \$38,566,219 (the “First
3 Amendment”); and

4 WHEREAS, The First Amendment is consistent with the Civil Service Commission’s
5 approval obtained on September 6, 2024, under PSC number DHRPSC0004810; and

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

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

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

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

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

/s/

Daniel Tsai

Director of Health