This Agreement is made and entered into by and between the County of Lake, hereinafter referred to as "County," and California Psychiatric Transitions, Inc. hereinafter referred to as "Contractor," collectively referred to as the "parties."

RECITALS

WHEREAS, the Lake County Behavioral Health Services Department provides mental health services to the residents of Lake County; and

WHEREAS, the Board of Supervisors of County has determined that its mental health program requires a program to provide specialized mental health services for the residents of Lake County; and

NOW, THEREFORE, based on the forgoing recitals, the parties hereto agree as follows:

- 1. <u>SERVICES</u>. Subject to the terms and conditions set forth in this Agreement, California Psychiatric Transitions shall provide to County the services described in the "Scope of Services" attached hereto and incorporated herein as **Exhibit A** at the time and place and in the manner specified therein. In the event of a conflict in or inconsistency between the terms of this Agreement and **Exhibits A/B/C/D** and **Appendix A/B** the Agreement shall prevail.
- 2. <u>TERM</u>. This Agreement shall commence on July 1, 2025, and shall terminate on June 30, 2026, unless earlier terminated as hereinafter provided. In the event County desires to temporarily continue services after the expiration of this Agreement, such continuation shall be deemed on a month-to-month basis, subject to the same terms, covenants, and conditions contained herein.
- 3. <u>COMPENSATION</u>. Contractor has been selected by County to provide the services described hereunder in **Exhibit A**, titled, "**Scope of Services**." **Compensation to Contractor shall not exceed Three Hundred and Fifty Thousand Dollars (\$350,000.00).**

The County shall compensate Contractor for services rendered, in accordance with the provisions set forth in **Exhibit B**, titled "**Fiscal Provisions**" attached hereto and incorporated herein, provided that Contractor is not in default under any provisions of this Agreement.

TERMINATION. This Agreement may be terminated by Contractor or by County upon 30 days written notice.

In the event of non-appropriation of funds for the services provided under this Agreement, County may terminate this Agreement, without termination charge or other liability.

Upon termination, Contractor shall be paid a prorated amount for the services provided up to the date of termination.

- 5. **MODIFICATION.** This Agreement may only be modified by a written amendment hereto, executed by both parties; however, matters concerning scope of services which do not affect the compensation may be modified by mutual written consent of Contractor and County executed by the Lake County Behavioral Health Services Director.
- 6. **NOTICES.** All notices that are required to be given by one party to the other under this Agreement shall be in writing and shall be deemed to have been given if delivered personally or enclosed in a properly addressed envelope and deposited with the United States Post Office for delivery by registered or certified mail addressed to the parties at the following addresses, unless such addresses are changed by notice, in writing, to the other party.

County of Lake California Psychiatric Transitions

Lake County Behavioral Health Services 9226 Hilton Avenue

PO Box 1024

P.O. Box 339 6302 Thirteenth Avenue Delhi, CA 95315 Lucerne, CA 95458-1024 (209) 920-4799

Attn: Elise Jones, MA Attn: Nate Garibay

Admission and Discharge Coordinator Deputy Director, Administration

ngaribay@cptmhrc.com

7. **EXHIBITS.** The Agreement Exhibits, as listed below, are incorporated herein by reference:

Exhibit A - Definition of Services

Exhibit B - Payment Terms

Exhibit C - Insurance Requirements

Exhibit D - Assurance of Compliance with Nondiscrimination in State and Federally **Assisted Programs**

Appendix A - Certification Regarding Debarment, Suspension, and Other Responsibility Matters -- Lower Tier Covered Transactions **Appendix B** – Admission Agreement

- **TERMS AND CONDITIONS.** Contractor warrants and agrees that it shall comply with all terms and conditions of this Agreement including Exhibit A, Exhibit B, Exhibit C, titled, "Insurance Requirements," Exhibit D, titled "Assurance of Compliance with Nondiscrimination in State and Federally Assisted Programs" Appendix A, titled "Certification Regarding Debarment, Suspension, and Other Responsibility Matters -- Lower Tier Covered Transactions," and Appendix B – "Admission Agreement" are attached hereto and incorporated herein in addition to all other applicable federal, state and local laws, regulations and policies.
- 9. **INTEGRATION.** This Agreement, including attachments, constitutes the entire agreement between the parties regarding its subject matter and supersedes all prior Agreements,

related proposals, oral and written, and all negotiations, conversations or discussions heretofore and between the parties.

County and Contractor have executed this Agreement on the day and year first written above.

COUNTY OF LAKE	CALIFORNIA PSYCHIATRIC TRANSITIONS, INC.
	Aaron Stocking Aaron Stocking (Jun 23, 2025 10:04 PDT)
CHAIR,	Aaron Stocking
BOARD OF SUPERVISORS	Director
Date:	Date: 06/23/2025
APPROVED AS TO FORM:	ATTEST:
LLOYD GUINTIVANO	SUSAN PARKER
County Counsel	Clerk to the Board of Supervisors
Digitally signed by Lioyd C. Guiddeano Dist sire-Layd C. Guiddeano, public on-County of Late, con-Office of the County Countes.	By:
entalf-Loyd Guilden-Oglenescuripus gov Cele 2005.06.20 Dit 16.20 - 0700*	Doto

June 20, 2025

GENERAL TERMS AND CONDITIONS

1. INDEPENDENT CONTRACTOR: No relationship of employer and employee is created by this Agreement; it being understood and agreed that CONTRACTOR is an Independent Contractor. CONTRACTOR is not the agent or employee of the COUNTY in any capacity whatsoever, and COUNTY shall not be liable for any acts or omissions by CONTRACTOR nor for any obligations or liabilities incurred by CONTRACTOR.

CONTRACTOR shall have no claim under this Agreement or otherwise, for seniority, vacation time, vacation pay, sick leave, personal time off, overtime, health insurance medical care, hospital care, retirement benefits, social security, disability, Workers' Compensation, or unemployment insurance benefits, civil service protection, or employee benefits of any kind.

CONTRACTOR shall be solely liable for and obligated to pay directly all applicable payroll taxes (including federal and state income taxes) or contributions for unemployment insurance or old age pensions or annuities which are imposed by any governmental entity in connection with the labor used or which are measured by wages, salaries or other remuneration paid to its officers, agents or employees and agrees to indemnify and hold COUNTY harmless from any and all liability which COUNTY may incur because of CONTRACTOR's failure to pay such amounts.

In carrying out the work contemplated herein, CONTRACTOR shall comply with all applicable federal and state workers' compensation and liability laws and regulations with respect to the officers, agents and/or employees conducting and participating in the work; and agrees that such officers, agents, and/or employees will be considered as Independent Contractors and shall not be treated or considered in any way as officers, agents and/or employees of COUNTY.

CONTRACTOR does, by this Agreement, agree to perform his/her said work and functions at all times in strict accordance with all applicable federal, state and COUNTY laws, including but not limited to prevailing wage laws, ordinances, regulations, titles, departmental procedures and currently approved methods and practices in his/her field and that the sole interest of COUNTY is to ensure that said service shall be performed and rendered in a competent, efficient, timely and satisfactory manner and in accordance with the standards required by the COUNTY agency concerned.

Notwithstanding the foregoing, if the COUNTY determines that pursuant to state and federal law CONTRACTOR is an employee for purposes of income tax withholding, COUNTY may upon two (2) week's written notice to CONTRACTOR, withhold from

payments to CONTRACTOR hereunder federal and state income taxes and pay said sums to the federal and state governments.

- 2. INDEMNIFICATION: To the furthest extent permitted by law (including without limitation California Civil Code sections 2782 and 2782.8, if applicable), CONTRACTOR shall assume the defense of, indemnify, and hold harmless the COUNTY, its officers, agents, and employees, from and against any and all claims, demands, damages, costs, liabilities, and losses whatsoever alleged to be occurring or resulting in connection with the CONTRACTOR's performance or its obligations under this AGREEMENT, unless arising out of the sole negligence or willful misconduct of COUNTY. "CONTRACTOR's performance" includes CONTRACTOR's action or inaction and the action or inaction of CONTRACTOR's officers, employees, agents and subcontractors.
- 3. INSURANCE AND BOND: CONTRACTOR shall at all times during the term of the Agreement with the COUNTY maintain in force those insurance policies and bonds as designated in the attached Exhibit C, and will comply with all those requirements as stated therein.
- 4. WORKERS' COMPENSATION: CONTRACTOR shall provide Workers' Compensation insurance, as applicable, at CONTRACTOR's own cost and expense and further, neither the CONTRACTOR nor its carrier shall be entitled to recover from COUNTY any costs, settlements, or expenses of Workers' Compensation claims arising out of this Agreement.

CONTRACTOR affirms that s/he is aware of the provisions of Section 3700 of the California Labor Code which requires every employer to be insured against liability for the Workers' Compensation or to undertake self-insurance in accordance with the provisions of the Code and CONTRACTOR further assures that s/he will comply with such provisions before commencing the performance of work under this Agreement. CONTRACTOR shall furnish to COUNTY certificate(s) of insurance evidencing Worker's Compensation Insurance coverage to cover its employees, and CONTRACTOR shall require all subcontractors similarly to provide Workers' Compensation Insurance as required by the Labor Code of the State of California for all of subcontractors' employees.

5. CONFORMITY WITH LAW AND SAFETY:

a. In performing services under this Agreement, CONTRACTOR shall observe and comply with all applicable laws, ordinances, codes and regulations of governmental agencies, including federal, state, municipal, and local governing bodies, having jurisdiction over the scope of services, including all applicable provisions of the California Occupational Safety and Health Act. CONTRACTOR shall indemnify and hold COUNTY harmless from any and all liability, fines, penalties and consequences from any of CONTRACTOR's failures to comply with such laws, ordinances, codes and regulations.

- b. Accidents: If a death, serious personal injury or substantial property damage occurs in connection with CONTRACTOR's performance of this Agreement, CONTRACTOR shall immediately notify Lake County Risk Manager's Office by telephone. CONTRACTOR shall promptly submit to COUNTY a written report, in such form as may be required by COUNTY of all accidents which occur in connection with this Agreement. This report must include the following information: (1) name and address of the injured or deceased person(s); (2) name and address of CONTRACTOR's sub-contractor, if any; (3) name and address of CONTRACTOR's liability insurance carrier; and (4) a detailed description of the accident and whether any of COUNTY's equipment, tools, material, or staff were involved.
- c. CONTRACTOR further agrees to take all reasonable steps to preserve all physical evidence and information which may be relevant to the circumstances surrounding a potential claim, while maintaining public safety, and to grant to the COUNTY the opportunity to review and inspect such evidence, including the scene of the accident.
- 6. PAYMENT: For services performed in accordance with this Agreement, payment shall be made to CONTRACTOR as provided in Exhibit B hereto as funding permits.

If COUNTY over pays CONTRACTOR for any reason, CONTRACTOR agrees to return the amount of such overpayment to COUNTY, or at COUNTY's option, permit COUNTY to offset the amount of such overpayment against future payments owed to CONTRACTOR under this Agreement or any other agreement.

In the event CONTRACTOR claims or receives payment from COUNTY for a service, reimbursement for which is later disallowed by COUNTY, State of California or the United States Government, the CONTRACTOR shall promptly refund the disallowance amount to COUNTY upon request, or at its option COUNTY may offset the amount disallowed from any payment due or that becomes due to CONTRACTOR under this Agreement or any other agreement.

All invoices, receipts, or other requests for payment under this contract must be submitted by CONTRACTOR to COUNTY in a timely manner and consistent with the terms specified in Exhibit B. In no event shall COUNTY be obligated to pay any request for payment for which a written request for payment and all required documentation was first received more than six (6) months after this Agreement has terminated, or beyond such other time limit as may be set forth in Exhibit B.

7. TAXES: Payment of all applicable federal, state, and local taxes shall be the sole responsibility of the CONTRACTOR.

8. OWNERSHIP OF DOCUMENTS: CONTRACTOR hereby agrees that ownership and use rights shall be limited to records created specifically for COUNTY-authorized clients pursuant to this Agreement and located within each Lake County client's medical record. (collectively, "Documents and Materials"). This explicitly includes the electronic copies of all above stated documentation.

CONTRACTOR shall be permitted to retain copies, including reproducible copies and computerized copies, of client records. CONTRACTOR agrees to take such further steps as may be reasonably requested by COUNTY to implement the aforesaid assignment. If for any reason such assignment is not effective, CONTRACTOR hereby grants the COUNTY a royalty free license to retain and use client medical records related to services provided under this Agreement. and any assignee of the COUNTY an express royalty – free license to retain and use said Documents and Materials. The COUNTY's rights under this paragraph shall not extend to CONTRACTOR's internal administrative, operational, financial, or business documents created independently of COUNTY referrals, nor to any proprietary program materials not specific to an individual client's treatment.

The COUNTY's rights under this Paragraph 8 shall not extend to any computer software used to create such records.

- 9. CONFLICT OF INTEREST: The CONTRACTOR covenants that it presently has no interest, and shall not have any interest, direct or indirect, which would conflict in any manner with the performance of services required under this Agreement.
- 10. NOTICES: All notices, requests, demands, or other communications under this Agreement shall be in writing. Notices shall be given for all purposes as follows:

Personal delivery: When personally delivered to the recipient, notices are effective on delivery.

First Class Mail: When mailed first class to the last address of the recipient known to the party giving notice, notice is effective three (3) mail delivery days after deposit in a United States Postal Service office or mailbox. Certified Mail: When mailed certified mail, return receipt requested, notice is effective on receipt, if delivery is confirmed by a return receipt.

Overnight Delivery: When delivered by overnight delivery (Federal Express/Airborne/United Parcel Service/DHL WorldWide Express) with charges prepaid or charged to the sender's account, notice is effective on delivery, if delivery is confirmed by the delivery service.

Facsimile transmission: When sent by facsimile to the facsimile number of the recipient known to the party giving notice, notice is effective on receipt, provided that, (a) a

duplicate copy of the notice is promptly given by first-class or certified mail or by overnight delivery, or (b) the receiving party delivers a written confirmation of receipt. Any notice given facsimile shall be deemed received on the next business day if it is received after 5:00 p.m. (recipient's time) or on a non-business day.

Addresses for purpose of giving notice are as follows:

To COUNTY: COUNTY OF LAKE

Behavioral Health Services Department

6302 Thirteenth Avenue

P.O. Box 1024 Lucerne, CA 95458 Attn: Elise Jones

To CONTRACTOR: California Psychiatric Transitions, Inc.

9226 Hilton Ave. P.O. Box 339 Delhi, CA 95315 Attn: Aaron Stocking

Any correctly addressed notice that is refused, unclaimed, or undeliverable because of an act or omission of the party to be notified shall be deemed effective as of the first date that said notice was refused, unclaimed, or deemed undeliverable by the postal authorities, messenger, or overnight delivery service.

Any party may change its address or facsimile number by giving the other party notice of the change in any manner permitted by this Agreement.

- 11. USE OF COUNTY PROPERTY: CONTRACTOR shall not use COUNTY property (including equipment, instruments and supplies) or personnel for any purpose other than in the performance of his/her obligations under this Agreement.
- 12. EQUAL EMPLOYMENT OPPORTUNITY PRACTICES PROVISIONS: CONTRACTOR certifies that it will comply with all Federal, State, and local laws, rules and regulations pertaining to nondiscrimination in employment.
 - a. CONTRACTOR shall, in all solicitations or advertisements for applicants for employment placed as a result of this Agreement, state that it is an "Equal Opportunity Employer" or that all qualified applicants will receive consideration for employment without regard to their race, creed, color, pregnancy, disability, sex, sexual orientation, gender identity, ancestry, national origin, age, religion, Veteran's status, political affiliation, or any other factor prohibited by law.

- b. CONTRACTOR shall, if requested to so do by the COUNTY, certify that it has not, in the performance of this Agreement, engaged in any unlawful discrimination.
- c. If requested to do so by the COUNTY, CONTRACTOR shall provide the COUNTY with access to copies of all of its records pertaining or relating to its employment practices, except to the extent such records or portions of such records are confidential or privileged under State or Federal law.
- d. Nothing contained in this Agreement shall be construed in any manner so as to require or permit any act which is prohibited by law.
- e. The CONTRACTOR shall include the provisions set forth in this paragraph in each of its subcontracts.
- 13. DRUG-FREE WORKPLACE: CONTRACTOR and CONTRACTOR's employees shall comply with the COUNTY's policy of maintaining a drug-free workplace. Neither CONTRACTOR nor CONTRACTOR's employees shall unlawfully manufacture, distribute, dispense, possess or use controlled substances, as defined in 21 U.S.C. Code § 812, including, but not limited to, marijuana, heroin, cocaine, and amphetamines, at any COUNTY facility or work site. If CONTRACTOR or any employee of CONTRACTOR is convicted or pleads *nolo contendere* to a criminal drug statute violation occurring at a COUNTY facility or work site, the CONTRACTOR, within five days thereafter, shall notify the head of the COUNTY department/agency for which the contract services are performed. Violation of this provision shall constitute a material breach of this Agreement.
- 14. ENERGY CONSERVATION: CONTRACTOR agrees to comply with the mandatory standards and policies relating to energy efficiency in the State of California Energy Conservation Plan, (Title 24, California Administrative Code).
- 15. COMPLIANCE WITH LICENSING REQUIREMENTS: CONTRACTOR shall comply with all necessary licensing requirements and shall obtain appropriate licenses. To the extent required by law, CONTRACTOR shall display licenses in a location that is reasonably conspicuous. Upon COUNTY's request, CONTRACTOR shall file copies of same with the County Executive Office.
 - CONTRACTOR represents and warrants to COUNTY that CONTRACTOR and its employees, agents, and any subcontractors have all licenses, permits, qualifications, and approvals of whatsoever nature that are legally required to practice their respective professions.
- 16. CONTRACTOR'S EMPLOYEE: CONTRACTOR agrees that it shall comply with employee background screening requirements in accordance with Title 9, Division 1,

Chapter 3.5, § 784.11 of the California Code of Regulations, as required by the California Department of Health Care Services (DHCS). CONTRACTOR submits all prospective employees for DHCS-conducted background checks as required under state licensing requirements. CONTRACTOR does not bill or receive funding from Federal Healthcare Programs.

17. AUDITS; ACCESS TO RECORDS: The CONTRACTOR shall make available to the COUNTY, its authorized agents, officers, or employees, for examination any and all ledgers, books of accounts, invoices, vouchers, cancelled checks, and other records or documents evidencing or relating to the expenditures and disbursements charged to the COUNTY, and shall furnish to the COUNTY, within sixty (60) days after examination, its authorized agents, officers or employees such other evidence or information as the COUNTY may require with regard to any such expenditure or disbursement charged by the CONTRACTOR.

The CONTRACTOR shall maintain full and adequate records in accordance with COUNTY requirements to show the actual costs incurred by the CONTRACTOR in the performance of this Agreement. If such books and records are not kept and maintained by CONTRACTOR within the County of Lake, California, CONTRACTOR shall, upon request of the COUNTY, make such applicable books and records available to the COUNTY for inspection. CONTRACTOR shall provide such assistance as may be reasonably required in the course of such inspection. The COUNTY further reserves the right to examine and reexamine said books, records and data during the ten (10) year period following termination of this Agreement or completion of all work hereunder, as evidenced in writing by the COUNTY, and the CONTRACTOR shall in no event dispose of, destroy, alter, or mutilate said books, records, accounts, and data in any manner whatsoever for ten (10) years after the COUNTY makes the final or last payment or within ten (10) years after any pending issues between the COUNTY and CONTRACTOR with respect to this Agreement are closed, whichever is later.

Notwithstanding any other provision contained herein, COUNTY and CONTRACTOR agree that CONTRACTOR does not meet the definition of a Non-Federal Entity under 2 CFR 200 and does not bill via Medi-Cal and/or Medi-care, and hence, is exempt from the audit provisions, cost reports, SAM.gov registration, submission of owner social security numbers and regulatory requirements applicable to such entities. The Parties further agree that any review of contracts, books, accounts, records, accounting and administrative documents, statistics, program procedures or any other information (collectively "Documentation") in CONTRACTOR's possession shall be limited solely to that Documentation that relates to the specific services provided by CONTRACTOR under this Contract. Nothing contained herein shall be deemed to allow inspection of the financial statements or any other Documentation relating to the operation of California Psychiatric Transitions.

- 18. DOCUMENTS AND MATERIALS: CONTRACTOR shall maintain and make available to COUNTY for its inspection and use during the term of this Agreement, all Documents and Materials, as defined in Paragraph 8 of this Agreement. CONTRACTOR's obligations under the preceding sentence shall continue for ten (10) years following termination or expiration of this Agreement or the completion of all work hereunder (as evidenced in writing by COUNTY), and CONTRACTOR shall in no event dispose of, destroy, alter or mutilate said Documents and Materials, for ten (10) years following the COUNTY's last payment to CONTRACTOR under this Agreement.
- 19. TIME OF ESSENCE: Time is of the essence in respect to all provisions of this Agreement that specify a time for performance; provided, however, that the foregoing shall not be construed to limit or deprive a party of the benefits of any grace or use period allowed in this Agreement.
- 20. TERMINATION: The COUNTY has and reserves the right to suspend, terminate or abandon the execution of any work by the CONTRACTOR without cause at any time upon giving to the CONTRACTOR notice. To complete termination or suspension of this Agreement, COUNTY must discharge and remove its clients from CONTRACTOR's facility. Such notice shall be in writing and may be issued by any COUNTY officer authorized to execute or amend the contract, the County Chief Executive Officer, or any other person designated by the County Board of Supervisors. In the event that the COUNTY should abandon, terminate or suspend the CONTRACTOR's work, the CONTRACTOR shall be entitled to payment for services provided hereunder prior to the effective date of said suspension, termination or abandonment. Said payment shall be computed in accordance with Exhibit B hereto, provided that the maximum amount payable to CONTRACTOR for its services as outlined in Exhibit A shall not exceed \$350,000 payment for services provided hereunder prior to the effective date of said suspension, termination or abandonment or lack of funding, CONTRACTOR has and reserves the right to terminate this agreement with or without cause upon giving the COUNTY thirty (30) days notice in writing.
- 21. NON APPROPRIATION: If COUNTY should not appropriate or otherwise make available funds sufficient to purchase, lease, operate or maintain the products set forth in this Agreement, or other means of performing the same functions of such products, COUNTY may unilaterally terminate this Agreement only upon thirty (30) days written notice to CONTRACTOR. Upon termination, COUNTY shall remit payment for all products and services delivered to COUNTY and all expenses incurred by CONTRACTOR prior to CONTRACTOR's receipt of the termination notice.
- 22. CHOICE OF LAW: This Agreement, and any dispute arising from the relationship between the parties to this Agreement, shall be governed by the laws of the State of California, excluding any laws that direct the application of another jurisdiction's laws.

- 23. VENUE: All lawsuits relating to this contract must be filed in Lake County Superior Court, Lake County, California.
- 24. WAIVER: No waiver of a breach, failure of any condition, or any right or remedy contained in or granted by the provisions of this Agreement shall be effective unless it is in writing and signed by the party waiving the breach, failure, right or remedy. No waiver of any breach, failure, right or remedy shall be deemed a waiver of any other breach, failure, right or remedy, whether or not similar, nor shall any waiver constitute a continuing waiver unless the writing so specifies.
- 25. ADVERTISING OR PUBLICITY: CONTRACTOR shall not use the name of COUNTY, its officers, directors, employees or agents, in advertising or publicity releases or otherwise without securing the prior written consent of COUNTY in each instance.
- 26. ENTIRE AGREEMENT: This Agreement, including all attachments, exhibits, and any other documents specifically incorporated into this Agreement, shall constitute the entire agreement between COUNTY and CONTRACTOR relating to the subject matter of this Agreement. As used herein, Agreement refers to and includes any documents incorporated herein by reference and any exhibits or attachments. This Agreement supersedes and merges all previous understandings, and all other agreements, written or oral, between the parties and sets forth the entire understanding of the parties regarding the subject matter thereof. This Agreement may not be modified except by a written document signed by both parties. In the event of a conflict between the body of this Agreement and any of the Exhibits, the provisions in the body of this Agreement shall control.
- 27. HEADINGS: Herein are for convenience of reference only and shall in no way affect interpretation of this Agreement.
- 28. MODIFICATION OF AGREEMENT: This Agreement may be supplemented, amended or modified only by the mutual agreement of the parties. No supplement, amendment or modification of this Agreement shall be binding unless it is in writing and signed by authorized representatives of both parties.
- 29. ASSURANCE OF PERFORMANCE: If at any time the COUNTY has good objective cause to believe CONTRACTOR may not be adequately performing its obligations under this Agreement or that CONTRACTOR may fail to complete the Services as required by this Agreement, COUNTY may request from CONTRACTOR prompt written assurances of performance and a written plan acceptable to COUNTY, to correct the observed deficiencies in CONTRACTOR's performance. CONTRACTOR shall provide such written assurances and written plan within thirty (30) calendar days of its receipt of COUNTY's request and shall thereafter diligently commence and fully perform such written plan. CONTRACTOR acknowledges and agrees that any failure to provide such

written assurances and written plan within the required time is a material breach under this Agreement.

- 30. SUBCONTRACTING/ASSIGNMENT: CONTRACTOR shall not subcontract, assign or delegate any portion of this Agreement or any duties or obligations hereunder without the COUNTY's prior written approval.
 - a. Neither party shall, on the basis of this Agreement, contract on behalf of or in the name of the other party. Any agreement that violates this Section shall confer no rights on any party and shall be null and void.
 - b. Only the department head or his or her designee shall have the authority to approve subcontractor(s).
 - c. CONTRACTOR shall remain fully responsible for compliance by its subcontractors with all the terms of this Agreement, regardless of the terms of any agreement between CONTRACTOR and its subcontractors.
- 31. SURVIVAL: The obligations of this Agreement, which by their nature would continue beyond the termination on expiration of the Agreement, including without limitation, the obligations regarding Indemnification (Paragraph 2), Ownership of Documents (Paragraph 8), and Conflict of Interest (Paragraph 9), shall survive termination or expiration for two (2) years. The obligations regarding payment for services per Exhibits B shall survive termination or expiration for ten (10) years, or in the event that CONTRACTOR has been notified that an audit or investigation of this contract has been commenced, until such time as the matter under audit or investigation has been resolved.
- 32. SEVERABILITY: If a court of competent jurisdiction holds any provision of this Agreement to be illegal, unenforceable, or invalid in whole or in part for any reason, the validity and enforceability of the remaining provisions, or portions of them, will not be affected, unless an essential purpose of this Agreement would be defeated by the loss of the illegal, unenforceable, or invalid provision.
- 33. INTELLECTUAL PROPERTY WARRANTY: CONTRACTOR warrants and represents that it has secured all rights and licenses necessary for any and all records prepared directly in connection with services provided to COUNTY clients under this Agreement ("Client Documentation"). All Client Documentation shall be maintained within the medical chart of each individual COUNTY client. CONTRACTOR hereby grants to COUNTY, or represents that it has secured from third parties, an irrevocable license (or sublicense) to receive copies of, use, and reproduce such Client Documentation as reasonably necessary for COUNTY's purposes under this Agreement.

CONTRACTOR further warrants and represents that it knows of no allegations, claims, or threatened claims that the Client Documentation provided to COUNTY under this

Agreement infringe any patent, copyright, trademark or other proprietary right. In the event that any third party asserts a claim of infringement against the COUNTY relating to a Client Documentation, CONTRACTOR shall indemnify and defend the COUNTY pursuant to Paragraph 2 of this AGREEMENT.

In the case of any such claim of infringement, CONTRACTOR shall either, at its option, (1) procure for COUNTY the right to continue using the Client Documentation; or (2) replace or modify the CONTRACTOR Products so that that they become non-infringing, but equivalent in functionality and performance.

- 34. ELECTRONIC COPIES: The parties agree that an electronic copy, including facsimile copy, email, or scanned copy of the executed Agreement, shall be deemed, and shall have the same legal force and effect as, an original document.
- 35. COOPERATION WITH COUNTY: CONTRACTOR shall cooperate with COUNTY and COUNTY staff in the performance of all work hereunder.
- 36. PERFORMANCE STANDARD: CONTRACTOR shall perform all work hereunder in a manner consistent with the level of competency and standard of care normally observed by a person practicing in CONTRACTOR 's profession. COUNTY has relied upon the professional ability and training of CONTRACTOR as a material inducement to enter into this Agreement. CONTRACTOR hereby agrees to provide all services under this Agreement in accordance with generally accepted professional practices and standards of care, as well as the requirements of applicable Federal, State, and local laws, it being understood that acceptance of CONTRACTOR's work by COUNTY shall not operate as a waiver or release. If COUNTY determines that any of CONTRACTOR's work is not in accordance with such level of competency and standard of care, COUNTY, in its sole discretion, shall have the right to do any or all of the following: (a) require CONTRACTOR to meet with COUNTY to review the quality of the work and resolve matters of concern; (b) require CONTRACTOR to repeat the work at no additional charge until it is satisfactory; (c) terminate this Agreement pursuant to the provisions of paragraph 19 (Termination) or (d) pursue any and all other remedies at law or in equity.
- 37. ATTORNEYS' FEES: In any action to enforce or interpret the terms of this agreement, including but not limited to any action for declaratory relief, each party shall be solely responsible for and bear its own attorneys' fees, regardless of which party prevails.
- 38. CONTRACTOR NOTIFICATION OF BREACH OR IMPROPER DISCLOSURES: The State Contract requires COUNTY to notify the state of any breach or improper disclosure of privacy and/or security of personal identifiable information (PII) and/or protected health information (PHI). CONTRACTOR shall, immediately upon discovery of a breach or improper disclosure of privacy and/or security of PII and/or PHI by CONTRACTOR, notify COUNTY's Privacy Officer of such breach or improper disclosure by telephone and either email or facsimile. In accordance with 45 CFR, upon

COUNTY's knowledge of a material breach or violation by CONTRACTOR of the agreement between COUNTY and the CONTRACTOR, COUNTY shall:

- a. Provide an opportunity for the CONTRACTOR to cure the breach or end the violation and terminate the agreement if the CONTRACTOR does not cure the breach or end the violation within the time specified by the Department; or
- b. Immediately terminate the agreement if the CONTRACTOR has breached a material term of the agreement and cure is not possible.
- c. In the event that the State Contract requires COUNTY to pay any costs associated with a breach of privacy and/or security of PII and/or PHI, including but not limited to the costs of notification, CONTRACTOR shall pay on COUNTY's behalf any and all such costs arising out of a breach of privacy and/or security of PII and/or PHI by CONTRACTOR.

//

EXHIBIT A

DEFINITION OF SERVICES

- I. This is a fee for service contract with no minimum beds reserved. All services provided will be in accordance with the following description of services. All referrals will come from or be approved by the Lake County Behavioral Health Services Department (LCBHS) Director or designee for reimbursement.
- II. If Contractor's treatment team determines that a Lake County client has exceeded Contractor's level of care, or the Contractor determines that the client is no longer appropriate for placement, Contractor will immediately notify Lake County Behavioral Health, who will discharge the client from Contractor's facility within 72 hours.

III. CONTRACTOR shall provide the following programs:

- A. Psychosocial rehabilitation programs in secured residential settings with a focus on getting clients better as efficiently and effectively as possible. This shall include, but is not limited to:
 - 1. Recovery-Focused programs
 - 2. Independent Living Skills Training
 - 3. Behavioral Intervention
 - 4. Vocational/Prevocational Training
 - 5. Self-advocacy/Peer Counseling
 - 6. Case Management
 - 7. Psychiatric Medication Management
- B. Residential and transitional services. This shall include, but is not limited to:
 - 1. Extensive Life Skills Training
 - 2. Peer Counseling
 - 3. Wellness Recovery Action
 - 4. Planning
 - 5. Case Management
 - 6. Behavioral Self-Management
 - 7. Neurobehavioral Services
 - 8. Dementia/Alzheimer's Care

- 9. Community Residential
- 10. Treatment Systems
- 11. Restoration to Competency
- IV. Services provided to individual patients will be dependent upon the patient's specific needs. The Facility shall have the capability of providing all of the following services:
 - A. Self–Help Skills Training. This shall include, but is not limited to:
 - 1. Personal Care and Use of Medication
 - 2. Money Management
 - 3. Use of Public Transportation
 - 4. Use of Community Resources
 - 5. Behavior Control and Impulse Control
 - 6. Frustration Tolerance
 - 7. Mental Health Education
 - 8. Physical Fitness
 - B. Behavior Intervention Training. This shall include, but is not limited to:
 - 1. Behavior Modification Modalities
 - 2. Re-motivation Therapy
 - 3. Patient Government Activities
 - 4. Group Counseling
 - 5. Individual Counseling
 - C. Interpersonal Relationships. This shall include, but is not limited to:
 - 1. Social Counseling
 - 2. Education and Recreational Therapy
 - 3. Social Activities such as Outings, Dances, etc.
 - D. Prevocational Preparation Services. This shall include, but is not limited to:
 - 1. Homemaking
 - 2. Work Activity
 - 3. Vocational Counseling
 - E. Pre-Release Planning

- F. Out-of-Home Placement
- V. CONTRACTOR shall provide a minimum average of twenty-seven (27) hours per week of direct group or individual program services for each patient.
- VI. In conjunction with the Lake County Behavioral Health Services Director or designee, CONTRACTOR shall reassess each COUNTY patient at least every four (4) months to determine current level of functioning and individual program needs. These records will be sent to COUNTY Quality Assurance for review.
- VII. CONTRACTOR shall provide COUNTY with clinical and medical records for conserved clients for concurrent and/or post review as needed.
- VIII. CONTRACTOR shall notify COUNTY within one (1) business day if level of care for a client is changed.
- IX. CONTRACTOR shall provide a status report for clients placed for competency restoration (1370's) within ninety (90) days of placement, then at six (6) month intervals, and/or when the client is restored to competency.
- X. CONTRACTOR agrees to make every effort to provide two (2) Lanterman-Petris-Short (LPS) Conservatorship Declarations, if the client is a conservatee. The Declarations, which will be completed by two (2) physicians or licensed psychologists who have a doctoral degree in psychology and at least five (5) years of post-graduate experience in the diagnosis and treatment of emotional and mental disorders, will certify whether the conservatee is still gravely disabled as a result of a mental disorder. Declarations are to be completed at least annually and up to every six (6) months and forwarded to the COUNTY. In the instance that CONTRACTOR must utilize a psychiatrist or psychologist that is not employed with the CONTRACTOR, the CONTRACTOR will accept responsibility for the cost of the assessment, except when authorized in writing, and in advance by the Lake County BHS Director or designee.
- XI. CONTRACTOR shall communicate with COUNTY upon receipt of third party requests or demands to assess and evaluate individuals for treatment. Such access to clients requires approval of BHRS Director or designee.

Work contained in this Exhibit A, CONTRACTOR shall comply with all requirements to the satisfaction of the COUNTY, in the sole discretion of the COUNTY based on applicable contract terms and regulatory requirements. For any finding of CONTRACTOR's non-compliance with the requirements contained in the Exhibit A, COUNTY shall within ten (10) working days of discovery of non-compliance notify CONTRACTOR of the requirement in writing. CONTRACTOR shall provide a written response to COUNTY within five (5) working days of receipt of this written notification. If the non-compliance issue has not been resolved through response from CONTRACTOR, COUNTY shall notify CONTRACTOR in

XIII. CONTRACTOR shall maintain compliance with California Code of Regulations Title 9, MHP contract, California Code of Regulations Title 42, The Health Insurance Portability and Accountability Act of 1996 (HIPAA) regulations, state and federal laws, and other Lake County MHP requirements for client confidentiality and record security.

writing that this non-compliance issue has not been resolved.

XIV. Prior to terminating this Agreement, CONTRACTOR shall give at least forty-five (45) days written notice of termination to COUNTY.

PAYMENT TERMS

I. COUNTY will pay CONTRACTOR as per the following instructions:

California Psychiatric Transitions Rate Table FY 2025-2026

MHRC		
LPS	\$518/Day	
1:1 Monitoring	\$59.00/Hour	
DBU		
LPS, IST, DIV, Murphy	\$1024/Day	
1:1 Monitoring	\$59.00/Hour	
FORENSIC		
IST, DIV, Murphy	\$736/Day	
1:1 Monitoring	\$59.00/Hour	

Bed hold rate will be the same rate as the corresponding unit that the bed is being held in.

- A. CONTRACTOR will bill COUNTY on a monthly basis on a COUNTY approved invoice (Attachment 1).
- B. Invoices are due by the tenth (10th) of the month following the month services were provided. Invoices not received within thirty (30) days will not be honored.
- C. Invoices are to be sent to: https://filetransfer.co.lake.ca.us/filedrop/BHFiscalInvoicing
 OR
 Mailed to the address below:
- II. The compensation payable to LCC, CONTRACTOR hereunder shall not exceed Three Hundred and Fifty Thousand Dollars (\$350,000) for the term of this Agreement.

INSURANCE REQUIREMENTS

Insurance coverage in a minimum amount set forth herein shall not be construed to relieve CONTRACTOR for liability in excess of such coverage, nor shall it preclude COUNTY from taking such other action as is available to it under any other provisions of this Agreement or otherwise in law. Insurance requirements shall be in addition to, and not in lieu of, CONTRACTOR's indemnity obligations under Paragraph 2 of this Agreement.

CONTRACTOR shall obtain and maintain insurance coverage as follows:

- a. Combined single limit bodily injury liability and property damage liability \$1,000,000 each occurrence.
- b. Vehicle / Bodily Injury combined single limit vehicle bodily injury and property damage liability \$500,000 each occurrence.

CONTRACTOR shall furnish to COUNTY certificates of insurance evidencing the minimum levels described above.

EXHIBIT D

CONTRACTOR ASSURANCE OF COMPLIANCE WITH

THE LAKE COUNTY

DEPARTMENT OF BEHAVIORAL HEALTH SERVICES

NONDISCRIMINATION IN STATE AND FEDERALLY ASSISTED PROGRAMS

NAME OF CONTRACTOR: California Psychiatric Transitions, Inc.

HEREBY AGREES THAT it will comply with applicable Federal Law Requirements:

- 1. Title VI of the Civil Rights Act of 1964, Section 2000d, as amended, prohibiting discrimination based on race, color, or national origin in federally funded programs.
- 2. Title VIII of the Civil Rights Act of 1968 (42 USC 3601 et seq.) prohibiting discrimination on the basis of race, color, religion, sex, handicap, familial status or national origin in the sale or rental of housing.
- 3. Age Discrimination Act of 1975 (45 CFR Part 90), as amended (42 USC Sections 6101 6107), which prohibits discrimination on the basis of age.
- 4. Age Discrimination in Employment Act (29 CFR Part 1625).
- 5. Title I of the Americans with Disabilities Act (29 CFR Part 1630) prohibiting discrimination against the disabled in employment.
- 6. Title II of the Americans with Disabilities Act (28 CFR Part 35) prohibiting discrimination against the disabled by public entities.
- 7. Title III of the Americans with Disabilities Act (28 CFR Part 36) regarding access.
- 8. Section 504 of the Rehabilitation Act of 1973, as amended (29 USC Section 794), prohibiting discrimination on the basis of individuals with disabilities.
- 9. Executive Order 11246, 42 USC 2000e et seq., and 41 CFR Part 60 regarding nondiscrimination in employment under federal contracts and construction contracts greater than \$10,000 funded by federal financial assistance.
- 10. Executive Order 13166 (67 FR 41455) to improve access to federal services for those with limited English proficiency.
- 11. The Drug Abuse Office and Treatment Act of 1972, as amended, relating to nondiscrimination on the basis of drug abuse.
- 12. Confidentiality of Alcohol and Drug Abuse Patient Records (42 CFR Part 2, Subparts A E).
- 13. Title 42, C.F.R. requirements regarding tuberculosis and human immunodeficiency virus.
- 14. Title 45, C.F.R., Section 96.128 Requirements regarding human immunodeficiency virus
- 15. 45 Code of Federal Regulations (CFR) Parts 80, 84, and 91 Nondiscrimination Under Programs Receiving Federal Assistance, including handicap or age

- 16. Title 28, C.F.R, part 42, Nondiscrimination and Equal Employment
- 17. Title 7, C.F.R., part 15, Nondiscrimination Under Programs Receiving Assistance from the Department of Agriculture
- 18. Food Stamp Act of 1977, as amended and in particular section 272.6
- 19. Section 1808 of the Removal of Barriers to Interethnic Adoption Act of 1996
- 20. 22 U.S.C. 7104 Trafficking Victims Protection Act of 2000
- 21. Title 45, United States Code (USC), Section 96.131 Admission Priority and Interim Services for Pregnant Women
- 22. CLAS (Culturally and Linguistically Appropriate Services National Standards); Civil Rights, Division 21 and ADA as amended
- 23. Title 42, CFR, Part 54 Charitable Choice

As well as comply with State Law Requirements:

- 1. Fair Employment and Housing Act (Government Code Section 12900 et seq.) and the applicable regulations promulgated thereunder (2 CCR 7285.0 et seq.).
- 2. Title 2, Division 3, Article 9.5 of the Government Code, commencing with Section 11135-1139.5 as amended.
- 3. Title 9, Division 4, Chapter 8 of the CCR, commencing with Section 13000.
- 4. No state, federal, or County Realignment funds shall be used by the Contractor or its subcontractors for sectarian worship, instruction, or proselytization. No state funds shall be used by the Contractor or its subcontractors to provide direct, immediate, or substantial support to any religious activity.
- 5. Noncompliance with the requirements of nondiscrimination in services shall constitute grounds for DHCS to withhold payments under this Contract or terminate all, or any type, of funding provided hereunder.
- 6. Title 1, Division 5 Chapter 7, of the Government Code, Section 4450 Access to Public Buildings by Physically Handicapped Persons
- 7. Title 22, Division 8 of the California Code of Regulations, Sections 98000-et seq.
- 8. California Civil Code Section 51 et seq., which is the Unruh Civil Rights Act
- 9. California Government Code section 12940 California Fair Employment
- 10. California Government Code section 4450 -Access to Public Buildings
- 11. California Government Code Section 7290-7299.8 the Dymally-Alatorre Bilingual Services Act

AND HEREBY GIVE ASSURANCE THAT it will immediately take any measures necessary to effectuate this agreement.

THIS ASSURANCE is given in consideration of and for the purpose of obtaining any and all federal and state assistance; and THE CONTRACTOR HEREBY GIVES ASSURANCE THAT administrative methods/procedures which have the effect of subjecting individuals to discrimination or defeating the objectives of the California Department of Social Services (CDSS) Manual of Policies and Procedures (MPP) Chapter 21, will be prohibited.

BY ACCEPTING THIS ASSURANCE, CONTRACTOR agrees to compile data, maintain records and submit reports as required, to permit effective enforcement of the aforementioned laws, rules and regulations and permit authorized CDSS and/or federal government personnel, during normal working hours, to review such records, books and accounts as needed to ascertain compliance. If there are any violations of this assurance, CDSS shall have the right to invoke fiscal sanctions or other legal remedies in accordance with Welfare and Institutions Code section 10605, or Government Code section 11135-11139.5, or any other laws, or the issue may be referred to the appropriate federal agency for further compliance action and enforcement of this assurance.

THIS ASSURANCE is binding on CONTRACTOR directly or through contract, license, or other provider services, as long as it receives federal or state assistance.

06/23/2025

Aaron Stocking (Jun 23, 2025 10:04 PDT)

CONTRACTOR Signature

Date CONTRACTOR Signature

9234 Hilton Ave., P.O. Box 339, Delhi, CA 95315 Address of CONTRACTOR

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Attachment 1

Appendix A BACKGROUND CHECKS

Contractor certifies that all Contractor employee's or independent contractors have been investigated and passed a Department of Health Care Services criminal background check and that Contractor is in compliance with all related State regulations regarding Mental Health Rehabilitation Centers as required by CCR, Title 9, Division 1, Chapter 3.5.

Rehabilitation Centers as required by CCR	R, Title 9, Division 1, Chapter 3.5.
Aaron Stocking	California Psychiatric Transitions, Inc.
(Type Name)	(Organization Name)
	9234 Hilton Ave.
	P.O. Box 339
Director	Delhi, CA 95315
(Title)	(Organization Address)
Aaron Stocking Aaron Stocking (Jun 23, 2025 10:04 PDT)	06/23/2025
(Signature)	(Date)

25.26.4 California Psychiatric Transitions Inc. FY 2025-26 Signed

Final Audit Report 2025-06-23

Created: 2025-06-23

By: Avela Gaytan (avela.gaytan@lakecountyca.gov)

Status: Signed

Transaction ID: CBJCHBCAABAAxi01aLGI5dbUGwoqhnZEhJK3LAwsRIO0

"25.26.4 California Psychiatric Transitions Inc. FY 2025-26 Sign ed" History

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Document e-signed by Aaron Stocking (astocking@cptmhrc.com)

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