

**ALC Review Subcommittee Report
For Emergency Review of
Professional Consultant Services (PCS) Contract**

August 9, 2011

The attached request dated August 5th, 2011, was received from DFA Director, Richard Weiss to review a Professional Consultant Services Contract. The request for Emergency Review of the Contract stated that review of this item was critical to implementing the necessary steps for the Arkansas State Hospital (ASH) to improve patient care, to continue receiving federal funding, and is a major component of ASH complying with the Systems Improvement Agreement (SIA) with the Centers for Medicare & Medicaid Services (CMS).

The Chairs of Arkansas Legislative Council and ALC Review Subcommittee agreed to consider the request for the emergency review and after receiving the contract submitted by DFA-Office of State Procurement (Attachment A) it was reviewed by Senator Mary Anne Salmon, Representative Tommy Baker, Senator Randy Laverty and Representative Larry Cowling.

Respectfully Submitted,

Senator Randy Laverty, Co-Chair
ALC Review Subcommittee

Representative Larry Cowling, Co-Chair
ALC Review Subcommittee



STATE OF ARKANSAS
**Department of Finance
and Administration**

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August 5, 2011

Senator Mary Anne Salmon, Co-Chair
Representative Tommy Lee Baker, Co-Chair
Arkansas Legislative Council
Senator Randy Laverty, Co-Chair
Representative Larry Cowling, Co-Chair
Review Subcommittee-Arkansas Legislative Council
Room 171, State Capitol
Little Rock, AR 72201

RE: Emergency Contract Review

Dear Senators Salmon and Laverty and Representatives Baker and Cowling:

Pursuant to the Arkansas Legislative Council Rule # 17, Emergency Action, the Department of Human Services has a professional consultant contract that requires immediate review. We respectfully request an emergency review of this professional service contract that is time sensitive and would serve in the best interest of the State.

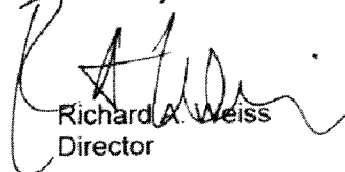
On July 18, 2011, the Arkansas State Hospital ("ASH") entered into a Systems Improvement Agreement ("SIA") with the Centers for Medicare & Medicaid Services ("CMS"), as a result of a regular program visit by Federal oversight officials. The SIA requires ASH to obtain independent consultative experts ("Consultants") for an on-site review. The immediate contracting of the Consultants is critical to implementing the necessary steps for the ASH to improve patient care, to continue receiving federal funding, and is a major component of ASH complying with the SIA.

Based upon the SIA, the Department of Human Services, Division of Behavioral Health Services, must enter into a contract to provide consultant services to continue doing business. DHS is requesting emergency review to enter into a contract with Compass Clinical Consulting ("Compass") to provide independent consultative experts beginning August 8, 2011.

Should you have any questions or require additional information, please contact Janie Huddleston, Deputy Director of the Arkansas Department of Human Services, at (501) 682-6311.

Your consideration of this request is respectfully requested.

Sincerely,



Richard A. Weiss
Director

**SUMMARY SCHEDULE OF STATE AGENCY CONTRACTS
FOR ARKANSAS LEGISLATIVE COUNCIL REVIEW
AS REQUIRED BY ARKANSAS CODE 19-11-1006**

Out-of-State Contracts

SUMMARY SCHEDULE OF STATE AGENCY CONTRACTS

1 . Agency: Human Services Department
Div/Prog: Behavioral Health

Contractor: Compass Group, Inc. dba Compass Clinical Consulting

Location: Cincinnati **State:** OH

Total **Org. Term:** 08/05/201 06/30/2012 **Procurement** Emergency
Total After Review: \$400,000.00 **Funding** State - 62%; Other - 38% - Other - (Medicaid/Medicare Reimbursement)
Total Projected: \$1,200,000.00 **Contract Number:** 4600022433

<u>Org/A</u>	<u>Amount</u>	<u>Paid To</u>	<u>Objective</u>	<u>New Exp</u>
Original:	400,000.00		To provide independent consultative experts for a comprehensive hospital-wide analysis of the AR State Hospital-ASH. current operations compared to practices that comply with all the Conditions of Participation COP, to make recommendations for hospital-wide changes and improvements to ensure compliance with all the COP. Service coverage is Statewide.	