OPTION LETTER

State Agency Colorado Department of Human Services Office of Children, Youth and Families Division of Youth Services	**Option Letter Number** 6
Contractor Correctional Health Partners	**Original Contract Number** 17-IKAA-86390
Current Contract Maximum Amount Initial Term State Fiscal Year 2017 $3,158,979.00 Extension Terms State Fiscal Year 2018 $3,283,017.00 State Fiscal Year 2019 $4,267,406.17 State Fiscal Year 2020 $4,209,080.23 State Fiscal Year 2021 $4,209,080.23 Total for All State Fiscal Years $19,127,562.63	**Option Contract Number** 21-IKAA-160166 **Contract Performance Beginning Date** July 1, 2016 **Current Contract Expiration Date** June 30, 2021

1. **OPTIONS:**
   A. Option to extend for an Extension Term
2. **REQUIRED PROVISIONS:**
   A. In accordance with Exhibit A, Section IV, Paragraph E of the Original Contract referenced above, the State hereby exercises its option for an additional term, beginning July 1, 2020 and ending on the current contract expiration date shown above, at the rates stated in the Original Contract, as amended.
   B. The Contract Maximum Amount table on the Contract's Signature and Cover Page is hereby deleted and replaced with the Current Contract Maximum Amount table shown above.
   C. Exhibit B-4 is hereby deleted and replaced with Exhibit B-5 attached and incorporated herein.
3. **OPTION EFFECTIVE DATE:**
   A. The effective date of this Option Letter is upon approval of the State Controller or July 1, 2020, whichever is later.

STATE OF COLORADO Jared Polis, Governor Department of Human Services Michelle Barnes, Executive Director DocuSigned by: Al Estrada 3B6F6F32E6D148F... By: Al Estrada, Associate Director, Division of Youth Services Date: 5/13/2020	In accordance with §24-30-202 C.R.S., this Option is not valid until signed and dated below by the State Controller or an authorized delegate. **STATE CONTROLLER** **Robert Jaros, CPA, MBA, JD** DocuSigned by: Toni Williamson D2A31DEB619C416... By: Andrea Eurich / Janet Miks Option Effective Date: 5/14/2020

Exhibit B-5
SFY 21 - Budget
CHP - Managed Medical/Physician Services

The Contractor is responsible for claims adjudication and making all payments to outside specialty medical care and pharmacy providers. The amount budgeted is an estimation based on historical payments. The State will only reimburse for costs incurred by the Contractor up to $1,499,504.02 for Managed Care Claims and Managed Care Pharmacy costs annually.

The contractor receives a fixed amount per month (not on a per juvenile basis) from DYS as reimbursement for administering the contract.
--Administrative (general and psychiatry) Services will be billed at the rate of $23,318.21 per month ($279,818.53 annually).
--Physician/Nursing Services will be billed at the rate of $32,008.44 per month ($384,101.31 annually) .
--Pharmacy Case Review Services will be billed at the rate of $15,046.48 per month ($180,557.70 annually).
--Psychiatry (general and for contracted facilities) will be billed at the rate of $105,549.32 per month ($1,266,591.86 annually) .
--Profit will be billed at the rate of $21,512.50 per month ($258,149.94 annually).
--Medical Staffing Services at Marler will be billed at the rate of $28,363.07 per month ($340,356.87 annually).

The amount of funds allocated to each line item of the budget may be reallocated upon written request of the Contractor and the subsequent written approval of the State, subject to the limitation of the maximum payable amount.

Medical / Physician / Psychiatry / Pharmacy		OPTION LETTER #6 FY21		Grand Total
Service Description	Managed Care/Claims	$ 896,624.92		$ 896,624.92
	Managed Care/Pharmacy	$ 602,879.10		$ 602,879.10
	General Administrative Fees	$ 168,985.69		$ 168,985.69
	Psychiatry Administrative Fees	$ 110,832.84		$ 110,832.84
	Physician/Nursing Services Costs	$ 384,101.31		$ 384,101.31
	Pharmacy - Case Review Services	$ 180,557.70		$ 180,557.70
	Psychiatry Costs	$ 1,116,909.86		$ 1,116,909.86
	Medical Staffing at Marler	$ 340,356.87		$ 340,356.87
	Physician/Psychiatry Services at Marler	$ 149,682.00		$ 149,682.00
	Profit	$ 258,149.94		$ 258,149.94
	Total	**$ 4,209,080.23**	**$ -**	**$ 4,209,080.23**

	CORE
1	$ 2,761,930.67
2	$ 1,266,591.86
3	$ 180,557.70

Cumulative Contract Tracking

	New Contract (FY17)	Option Letter #2 (FY17)	Option Letter #1 (FY18)	Revised A; Revised B Amendment #1 (FY18)	B-1 Option Letter #3 (FY19)	A-1; B-2 Amendment #2 (FY19)	B-3 Option Letter #4 (FY19)	B-4 Option Letter #5 (FY20)	B-5 Option Letter #6 (FY21)	Cumulative Total Amount
Managed Care/Claims	540,344.00	200,000.00	540,344.00	200,000.00	747,747.44	140,000.00	100,000.00	896,624.92	896,624.92	4,261,685.28
Managed Care/Pharmacy	591,000.00		591,000.00		596,910.00			602,879.10	602,879.10	2,984,668.20
General Administrative Fees	165,656.00		165,656.00		167,312.56			168,985.69	168,985.69	836,595.94
Psychiatry Administrative Fees	108,649.00		108,649.00		109,735.49			110,832.84	110,832.84	548,699.17
Physician/Nursing Services Costs	576,361.00		326,533.00	37,500.00	367,673.33	12,625.00		384,101.31	384,101.31	2,088,894.95
Pharmacy - Case Review Services	177,000.00		177,000.00		178,770.00			180,557.70	180,557.70	893,885.40
Psychiatry Costs	581,689.00		581,689.00	467,616.00	1,059,798.05	46,053.30		1,116,909.86	1,116,909.86	4,970,665.07
Medical Staffing at Marler						336,987.00		340,356.87	340,356.87	1,017,700.74
Psychiatry Services at Marler	131,250.00					148,200.00		149,682.00	149,682.00	578,814.00
Profit	87,030.00		87,030.00		87,900.30	167,693.70		258,149.94	258,149.94	945,953.88
Total	$ 2,958,979.00	$ 200,000.00	$ 2,577,901.00	$ 705,116.00	$ 3,315,847.17	$ 851,559.00	$ 100,000.00	$ 4,209,080.23	$ 4,209,080.23	$ 19,127,562.63
	$3,158,979.00 FY17 Total		$3,283,017.00 FY18 Total		$4,267,406.17 FY19 Total			$ 4,209,080.23 FY20 Total	$ 4,209,080.23 FY21 Total	

Cumulative Period: 7/1/2016 through 6/30/2021

Total Contract Value $ 19,127,562.63

$ 0.0294	$0.0265	$0.0599	$ 0.0613