

ADVISORY GROUP ON OUTSOURCING, PRIVATIZATION & RISK MGMT **PROPOSAL#:** AGOPRM #10

SUBJECT: Developmentally disabled **DATE ADOPTED BY ADVISORY GROUP:** October 7, 2009

COMMISSION ACTION: AMENDED \ ADOPTED **DATE:** October 27, 2009 **RECOMMENDATION #:** 10

RECOMMENDATION:

Department of Health and Hospitals solicit qualified providers to partially privatize centers for the developmentally disabled by transferring residents to private centers or transitioning them to community based services. Further recommends the department consolidate state run centers. These solicitations should be competitively based on cost and quality experiences and the contract should contain incentives to reduce costs and compliance with regulatory requirements.

Summary Description/Nature of Change	Key/Implementation Responsibilities	Need	Action Needed	Benefit/Saving	Done/ Study
Department of Health and Hospitals solicit qualified providers to partially privatize centers for the developmentally disabled by transferring residents to private centers or transitioning them to community based services. Further recommends the department consolidate state run centers. These solicitations should be competitively based on cost and quality experiences and the contract should contain incentives to reduce costs and compliance with regulatory requirements.	Dept of Health & Hospitals	Outsource/Privatize	Legislation, rule changes and RFPs	Cost savings of \$43,000,000.	Done