



**NEVADA
COUNTY**
CALIFORNIA

Health and Human Services Agency

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BEHAVIORAL HEALTH DEPARTMENT

NEVADA COUNTY BOARD OF SUPERVISORS

Board Agenda Memo

MEETING DATE: February 17, 2026

TO: Board of Supervisors

FROM: **Phebe Bell**

SUBJECT: Resolution authorizing execution of Amendment No. 1 to the Agreement with Crestwood Behavioral Health, Inc. to Design and Build an inpatient psychiatric facility to add the Construction Contract Addendum, as required by the Program Funding Agreement, and to increase the maximum contract price from \$17,970,738 to \$18,715,630 (an increase of \$744,892), for the contract term of August 12, 2025, through June 30, 2027 and authorizing and directing the Auditor-Controller to amend the Behavioral Health Department's Budget for Fiscal Year 2025/26. (4/5 Affirmative Vote Required) (RES. 25-397)

RECOMMENDATION: Approve the attached Resolution.

FUNDING: This project will be funded primarily by the Department of Health Care Services (DHCS) Behavioral Health Continuum Infrastructure Program (BHCIP) grant funds. Additionally, Behavioral Health (BH) realignment and Patient Care revenue funds currently residing in fund balance will be used to meet the required cash match to the BHCIP funds. This use of funds was affirmed by the Board with the Board's approval of Reso 24-592 for applying to the grant including the match requirement. A budget amendment is required and is included in this Resolution (4/5 vote required). There are no county general fund dollars required in the Agreement

BACKGROUND: On August 12, 2025, per Resolution 25-397, the Nevada County Board of Supervisors approved execution of the Agreement with Crestwood Behavioral Health, Inc. (CBHI) to conduct all aspects of the construction project including design, with oversight and control by County staff. The Design-Build contract will be paid for with BHCIP grant funds and department matching funds. The Program Funding Agreement will be brought to the Board concurrently with this contract amendment.

There are two purposes of this contract amendment. The first is to add the Construction Contract

Addendum, which is a requirement of the Program Funding Agreement between the County and the Department of Health Care Services. The second is to increase the total base Contract Sum. In the original contract adopted August 12, 2025, the Design portion of the budget was inadvertently omitted. That has been added to this amendment, as well as removing the permitting budget item, which will be handled by Nevada County, rather than the builder. Adjustments to percentage-based budget items were made as well. The new base contract sum is \$18,715,630. There is also a contingency budget of \$1,871,563, for an all-inclusive total of \$20,587,193. These changes are all compliant with the total grant award amount. This budget amendment includes estimated expenses for fiscal year 25/26.

It is recommended that the Board approve this Amendment to the Design-Build contract with CBHI to further our ability to construct this inpatient treatment center in a timely and efficient way. Completion of this facility will ensure Nevada County residents can have access to critical treatment services in our community.

Approved by: Phebe Bell, MSW, Behavioral Health Director