



Item #5

**RCA  
CITY OF AUSTIN  
RECOMMENDATION FOR COUNCIL ACTION**

**AGENDA DATE: 4/6/2006  
ITEM NO:**

**Subject:** Authorize negotiation and execution of a Renewal to and Amendment Number One to the Interlocal Agreement between the City and Travis County, to extend the Agreement for continued reimbursement to the County for 1) salaries and benefits of five County employees performing services for the Medical Assistance Program on behalf of the Travis County Hospital District; and, 2) facility support services and leases for certain Travis County Hospital District Clinics in an amount not to exceed \$304,794.

**Amount and Source of Funding:** Funding is available from the Travis County Hospital District under the City of Austin's Interlocal Agreement with the Travis County Hospital District.

**Fiscal Note:**

**Requesting Department:** CCSD

**For More Information:** Phil DeFalco, Financial Manager/972-4022; Debra Hedges, CAO/972-4045

**Prior Council Action:** On September 13, 2004 Council authorized negotiation and execution of an interlocal agreement with Travis County in connection with approval of a City interlocal agreement with the Travis County Hospital District.

**Boards and Commission Action:**

**Purchasing Language:**

**MBE/WBE:**

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This action authorizes the City Manager to execute a Renewal to and Amendment Number One to the interlocal agreement with Travis County. The contract amount for the renewal term is being reduced by \$206 compared to the initial term of the interlocal agreement. Although the costs for employee salaries have increased, the overall lease expenses have declined because County is no longer leasing the Oak Hill clinic. The Renewal will allow the City to continue reimbursement to Travis County (County) for the salaries and benefits of County employees who perform services for the Medical Assistance Program (MAP), as well as to provide reimbursement for certain Travis County clinic expenses. MAP is managed by the City's Community Care Services Department on behalf of the Travis County Hospital District. Currently, there are five County employees whose salaries and benefits are reimbursed to County under this interlocal agreement. The costs of such support and of the County employees' salaries and benefits are included in the District approved budget. These amounts are paid to the City by the Hospital District as part of monthly Service Operating Payments. The term of the extension to the interlocal agreement between the City and Travis County will be one year commencing October 1, 2005, which term may be extended by mutual agreement, and subject to the City's Interlocal Agreement with the Travis County Hospital District remaining in effect. The not to exceed annual funding for this Interlocal agreement with Travis County is \$304,794, all of which is being paid to City by the Travis County Hospital District under the current City-Hospital District interlocal.