

**SANTA BARBARA COUNTY  
BOARD AGENDA LETTER**



Clerk of the Board of Supervisors  
105 E. Anapamu Street, Suite 407  
Santa Barbara, CA 93101  
(805) 568-2240

**Agenda Number:**  
**Prepared on:** 9/10/02  
**Department Name:** Alcohol, Drug & Mental Health  
**Department No.:** 043  
**Agenda Date:** 9/24/02  
**Placement:** Administrative  
**Estimate Time:**  
**Continued Item:** NO  
**If Yes, date from:**

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**TO:** Board of Supervisors

**FROM:** James L. Broderick, Director  
Alcohol, Drug, and Mental Health Services (ADMHS)

**STAFF CONTACT:** Al Rodriguez, Manager, ADMHS-Alcohol and Drug Program  
(805) 681-5442

**SUBJECT:** Professional Service Contracts for Alcohol and Drug Program (ADP)

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**Recommendation(s):**

That the Board of Supervisors:

- A. Execute the following Drug Medi-Cal treatment services contracts, for the period July 1, 2001 through June 30, 2003 with:
- 1) Zona Seca, Inc., at certified treatment sites located in Santa Barbara and Lompoc for a two-year provisional contract amount of \$393,967 and;
  - 2) Good Samaritan Shelter, Inc., at certified treatment sites in Santa Maria for a two-year provisional contract amount of \$453,000.
- B. Authorize the Director of Alcohol, Drug, and Mental Health Services to approve amendments to the proposed contracts, providing that any such amendments or modifications do not exceed ten percent (10%) of the original total contract value.

**Alignment with Board Strategic Plan:**

The recommendation(s) are primarily aligned with Goal No. 2. A Safe and Healthy Community in Which to Live, Work, and Visit.

### **Executive Summary and Discussion:**

The State Department of Alcohol and Drug Programs (ADP) allocates state and federal revenue to counties for the provision of substance abuse, prevention and treatment services. Funding for the Drug Medi-Cal program is administered by the California Department of Alcohol and Drug Programs. They provide reimbursement for a limited array of outpatient and day treatment counseling and narcotic treatment program services. Under Title 22 of the California Code of Regulations the county is responsible for contracting with state certified D/MC service providers in order to exercise specific fiscal control, claims processing and reimbursement functions on behalf of the state.

These contracts are professional service contracts for alcohol and drug treatment services for D/MC beneficiaries. In FY 01-02, Zona Seca, Inc. and Good Samaritan Shelter, Inc. were initially reimbursed for D/MC treatment services under Purchase Agreements, however due to the implementation of SACPA (Prop 36), they have experienced an increase in demand for D/MC services that exceeded the \$100,000 limit authorized for the Purchasing Agent. Based on the actual service utilization in FY 01-02, and the projected services in FY 02-03, it was determined that the Purchase Agreements would need to be converted to Board Contracts. Both contractors provide treatment services consisting of individual and group counseling; Good Samaritan also provides perinatal day care habilitative services for women that are pregnant or postpartum.

Approval of this action will allow Zona Seca, Inc. and Good Samaritan Shelter, Inc. to be reimbursed for the increased service delivery they provided in FY 01-02; continue treatment services in FY 02-03; and will authorize the Director of Alcohol, Drug, and Mental Health Services to approve future amendments to the proposed contracts, providing that any such amendments or modifications do not exceed ten percent (10%) of the original total contract value.

### **Mandates and Service Levels:**

In accepting state or federal funds earmarked for alcohol and drug program services, counties are obligated to comply with federal and state laws, regulations, and administrative policies specified as a condition of the receipt of funds. Statute, acceptance of funds earmarked for that purpose obligates the county to comply with provisions of State and Federal laws, regulations, and administrative policies specified as conditions for the receipt of those funds. In addition, by expending D/MC funds, the County of Santa Barbara is mandated to comply with the provisions of Section 1915b of the Social Security Act and the "Order for Permanent Injection" issued in Sobky v. Smoley, United States District Court, Eastern District of California, relative to ensuring client access to services.

Each of the contractors provide D/MC treatment services consisting of individual and group counseling. Zona Seca, Inc. provides treatment services in Santa Barbara and Lompoc to approximately 121 clients within the cities of Santa Barbara and Lompoc. Good Samaritan provides treatment and related services in Santa Maria to approximately 107 clients.. Approval of this action will allow county residents to continue to receive treatment services..

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**Agenda Date: September 17, 2002**  
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**Fiscal and Facilities Impacts:**

The recommended action has no impact on the General Fund Contribution. The revenue, which supports these services has been appropriated in the adopted Alcohol, Drug and Mental Health Services' (ADMHS) budget for FY 01-02 and FY 02-03. The total provisional amount of these contracts is \$846,967 with \$419,467 payable in FY 01-02, and an estimated \$427,500 payable in FY 02-03.. Ten percent of the total amount billed for D/MC is used to defray ADP administrative and support costs. Actual funding amounts are contingent upon congressional and state legislative appropriation. The expenditures are included in the Recommended Budget 2002/3, Budget Line Item 7460, in the Program 6243/44 – ADP MediCal and Perinatal MediCal Services, on page D – 144.

This action will not result in a need for any additional facilities.

**Special Instructions:**

Please return a copy of each contract to:

Al Rodriguez, ADMHS-Alcohol and Drug Manager  
Alcohol, Drug & Mental Health Services  
300 N. San Antonio Road  
Santa Barbara, CA 93110

**Concurrences:**

Auditor-Controller  
Risk Management