



BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

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

Department Name: ADMHS
Department No.: 043
For Agenda Of: 7-1-14
Placement: Administrative
Estimated Tme: N/A
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors
FROM: Department Takashi Wada, MD, MPH, Interim Director
Director(s) Alcohol, Drug and Mental Health Services, 681-5220
Contact Info: Michael Evans, CFO/Assistant Director of Finance, 681-5220
SUBJECT: ADMHS FY 14-15 Contracts – Alcohol and Drug Program Contracts

County Counsel Concurrence

As to form: Yes

Other Concurrence: Risk Management

As to form: Yes

Auditor-Controller Concurrence

As to form: Yes

Recommended Actions:

That the Board of Supervisors:

- 1) Approve and authorize the Chair to execute an Agreement for Services of Independent Contractor with **Aegis Treatment Centers, LLC** (a local vendor), for the provision of Narcotic Treatment Programs, for a total contract amount not to exceed **\$2,017,400** through June 30, 2015.
- 2) Approve and authorize the Chair to execute an Agreement for Services of Independent Contractor with **Coast Valley Substance Abuse Treatment Center** (a local vendor), for the provision of Substance Use Disorder services, for a total contract amount not to exceed **\$575,532** through June 30, 2015.
- 3) Approve and authorize the Chair to execute an Agreement for Services of Independent Contractor with **Sanctuary Psychiatric Centers** (a local vendor), for the provision of substance use disorder services for dually diagnosed adults, for a total contract amount not to exceed **\$174,190** through June 30, 2015.
- 4) Determine that the above actions are government fiscal activities or funding mechanisms which do not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment, and are therefore not a project under the California Environmental Quality Act (CEQA) pursuant to section 15378(b)(4) of the CEQA guidelines.

Summary Text:

The Alcohol, Drug and Mental Health Services (ADMHS) Department provides a continuum of mental health and substance use disorder services to Santa Barbara County residents, in part through contracted providers including Community-Based Organizations (CBOs). Approval of the recommended actions will allow ADMHS to continue to provide mandated mental health, substance use, and ancillary services. ADMHS is including the above contracts as part of one board letter to allow the Board of Supervisors and the public to get a full picture of the major (over \$100,000) providers of substance use disorder services for ADMHS clients.

Background:

ADMHS is mandated by the California Welfare and Institutions Code to provide services to individuals with substance use issues in Santa Barbara County. ADMHS provides services to individuals with substance use issues primarily through contracted providers. Services include outpatient treatment, specialized perinatal substance use treatment, and prevention services.

Contractor	Summary
Aegis Treatment Centers	Aegis operates a Narcotic Treatment Program (NTP) that provides methadone prescribed by a physician to alleviate withdrawal symptoms from narcotics. Aegis also conducts drug screening and provides clients with individual and group counseling. Clients who have substance abuse diagnoses and addictions to opiates receive services that support stabilization, rehabilitation and recovery. Aegis is anticipated to serve approximately 860 clients in Santa Maria and Santa Barbara in FY 14-15.
Coast Valley Substance Abuse Treatment Center	Coast Valley provides outpatient treatment services including individual and group counseling and drug testing in Santa Maria and Lompoc. Alcohol and other drug (AOD) treatment services are provided to Drug Medi-Cal (DMC) beneficiaries, as well as clients referred by the Santa Barbara County Drug Court and the SAMHSA Veterans Entering Treatment Services (VETS) grant. Coast Valley is anticipated to serve approximately 290 clients in FY 14-15.
Sanctuary Psychiatric Centers	Sanctuary operates an adult outpatient treatment program to assist clients with co-occurring substance abuse and mental health issues to obtain and maintain sobriety. Treatment services include best practice outpatient individual and group counseling, and drug testing. Through ADMHS' contract, Sanctuary serves DMC clients as well as Court-ordered adults referred by Santa Barbara Drug Courts. Sanctuary is anticipated to provide AOD treatment services to approximately 62 clients in FY 14-15.

Key Contract Risks:

As with any contract funded by State and Federal sources, there is a risk of future audit disallowances and repayments. ADMHS is required to submit an annual cost report which reports all costs associated with providing Alcohol and Drug Program services for a given Fiscal Year (actual cost). There is the risk that the State will disallow units of service or determine costs to be non-allowable, resulting in repayment. ADMHS contracts include language requiring contractors to repay any amounts disallowed in audit findings, minimizing financial risks to County.

Fiscal and Facilities Impacts:

Budgeted: Yes

Fiscal Analysis:

<u>Funding Sources</u>	<u>Current FY Cost:</u>	<u>Annualized On-going Cost:</u>	<u>Total One-Time Project Cost</u>
General Fund			
State	\$ 1,383,561.00		
Federal	\$ 1,383,561.00		
Fees			
Other:			
Total	\$ 2,767,122.00	\$ -	\$ -

Narrative:

The above referenced contracts are funded by State and Federal funds. The funding sources are included in the FY 2014-15 Adopted Budget. Execution of these amendments will not increase the use of general fund dollars by ADMHS.

Special Instructions:

Please send one (1) complete copy of each executed contract and one (1) minute order to:

Alcohol, Drug and Mental Health Services
Attn: Contracts
300 North San Antonio Road, Bldg 3
Santa Barbara, CA 93110

Attachments:

1. Aegis Contract
2. Coast Valley Contract
3. Sanctuary Contract