

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: 05/02/03
Department Name: Alcohol, Drug & Mental Health
Department No.: 043
Agenda Date: 05/27/03
Placement: Administrative
Estimate Time:
Continued Item: NO
If Yes, date from:

TO: Board of Supervisors

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

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

SUBJECT: State Revenue Contract Amendment for Alcohol and Drug Program Services

Recommendation(s):

That the Board of Supervisors:

Approve recommendations, as follows:

Execute amendment No. 1 (02/03) to the County 42 Agreement with the California Department of Alcohol and Drug Programs (State ADP), increasing the funding for FY 02/03 (Year 2) by \$1,018,243, from \$4,878,659 to \$5,896,902, and incorporating contract documents to the Combined Negotiated Net Amount/Drug Medi-Cal County/State contract.

Alignment with Board Strategic Plan:

The recommendation is 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 (State ADP) allocates state and federal revenue to counties for the provision of substance abuse prevention and treatment services. This contract amendment between the County of Santa Barbara and State ADP increases and adjusts the revenue allocated for Negotiated Net Amount (non Medi-Cal) and Drug Medi-Cal (D/MC) services for FY 02/03, based on actual service levels. Each year, ADMHS is required to prepare amendments to its fiscal plan with the state, due to fluctuations in funding from the state and the utilization in local services by county residents. The proposed contract amendment increases the FY 02-03 revenue by \$1,018,243 to a new total of \$5,896,902 which is already budgeted.

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The increased funding is comprised of: \$766,516 in State/Federal Drug Medi-Cal which is primarily in adolescent treatment services. The \$300,663 in (federal) Substance Abuse Prevention and Treatment (SAPT) Block Grant funds are used to support alcohol and drug treatment, Drug Testing, and prevention services throughout the county. SAPT funds earmarked for Safe and Drug Free Schools and Communities (SDFSC) 2001 award of \$37,643 is available for obligation and expenditure through this year; however, any future funding from the state will be allocated independently based on the County SDFSC Plan which will be presented to the Board under a separate action. The reduction of \$48,936 in state perinatal funds for women with children has impeded efforts to address the need for supportive housing for this vulnerable population; Alcohol and Drug program staff and local community based organizations (CBO's) are considering other strategies.

While the revenue changes are significant in the overall budget, the revenue remains provisional until the final contract amendment is executed by the State ADP for the year-end FY02-03 Cost Report. Approval of this contract amendment with the state will increase funding, incorporate the combined NNA/DMC County/State Contract provisions, and the County Prevention and Treatment Programs Fiscal Summary and Budget forms to the contract.

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 for the receipt of funds.

The NNA (non Medi-Cal) provisions are mandated within the California Health and Safety Code, Title 9, California Code of Regulations (CCR), Title 42, United States Code (USC), Title 45 CFR (Substance Abuse Prevention and Treatment Block Grant); and Sections 1210, 1210.1, 3063.2 of the Penal Code. By expending Drug Medi-Cal (D/MC) funds for substance abuse treatment services, the County of Santa Barbara is mandated to comply with provisions set forth in the Health and Safety Code, Title 22 of the California Code of Regulations, Section 1915b of the Social Security Act; and "Order for Permanent Injunction" in *Sobky v. Smoley*, United States District Court, Eastern District of California, relative to ensuring client access to services.

The proposed contract amendment recognizes adjustments in FY 02/03, for funding alcohol and drug treatment and prevention services. Currently, services are provided by CBO's under three-year contacts approved by your Board in FY 00-01. By establishing regional Treatment Centers in FY 00-01, the utilization of D/MC and NNA treatment services significantly increased from a total of 3,219 clients served to approximately 4,021 in FY 02-03, with services for minors (under 18 years of age) increasing by 30%. In addition, the allocation for prevention services increased by \$54,962 to \$499,997. Prevention services work in concert with treatment programs as they increase public awareness and outreach through community coalitions, teen collaboratives, facilitating family involvement, and dissemination of information.

The increase in the utilization of alcohol and drug services reflects the continuing need for treatment and prevention services for youth, families, addicted women with children, and dually diagnosed clients. The actual service utilization and revenue will not be fully realized until the FY 02-03 year-end cost report is finalized and accepted by the State ADP.

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Fiscal and Facilities Impacts:

The recommended action does not change the County's General Fund Contribution of \$88,004 in FY 02-03 for the mandated local match for State Perinatal General Funds and funds to support substance abuse treatment. This amount has been incorporated into the Alcohol and Drug Program budget for FY 02-03. The Alcohol and Drug Program operates under a capped budget supported by annual subvention of state and federal revenue.

This amendment will increase the total revenue amount in FY 02-03 from \$4,878,659 to \$5,896,902. The revenue is included in the Recommended Budget 2002-03, Budget Revenue Items 3690, 3984, 4360 and 5403, in the Division 06, all program units – Alcohol and Drug Programs, on page D-144.

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

Special Instructions:

Please return a certified copy of the minute order and 5 copies of the Standard Agreement signed by the Chair of the Board of Supervisors to the Alcohol, Drug and Mental Health Services, Attn., Carolyn Sellers (Ext: 5443), 300 N. San Antonio Rd., Santa Barbara, California 93110.

Concurrence:

Auditor-Controller