



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:** Behavioral Wellness  
**Department No.:** 043  
**For Agenda Of:** January 15, 2019  
**Placement:** Administrative  
**Estimated Time:**  
**Continued Item:** No  
**If Yes, date from:**  
**Vote Required:** 4/5

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**TO:** Board of Supervisors  
**FROM:** Department Alice Gleghorn, PhD, Director  
Director(s) Department of Behavioral Wellness, 681-5220  
Contact Info: Pam Fisher, PsyD. Deputy Director, Chief of Clinical Operations,  
681-5220  
**SUBJECT:** Behavioral Wellness Alcohol and Drug Program – First Amendment to State  
Contract for Substance Abuse Prevention and Treatment Block Grant FY 2017-  
2020

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**County Counsel Concurrence**

As to form: Yes

Other Concurrence:

As to form: N/A

**Auditor-Controller Concurrence**

As to form: Yes

**Recommended Actions:**

That the Board of Supervisors:

- A. Approve and authorize the Director of Behavioral Wellness to execute the First Amendment to the multi-year revenue Agreement (#17-94159 A01) with the **State Department of Health Care Services** for Substance Abuse Prevention and Treatment Block Grant funds, to increase funds for Fiscal Year 2018-2019 for a total maximum in the amount of \$7,852,953 for the period of July 1, 2017 to June 30, 2020;
- B. Approve a Budget Revision Request (BJE #0006104) increasing appropriations of \$28,905 in Behavioral Wellness Department, Alcohol and Drug Program Fund for Services and Supplies funded by unanticipated Substance Abuse Prevention and Treatment Federal Block Grant Revenue; and
- C. 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:**

Behavioral Wellness is mandated by the California Welfare and Institutions Code to provide services to individuals with substance use issues in Santa Barbara County. Behavioral Wellness provides these services primarily through contracted providers. This is being brought to the Board of Supervisors for approval of the recommended action authorizing the Behavioral Wellness Director to sign this amended agreement to accept additional Substance Abuse Prevention and Treatment Block Grant First funds to provide additional services, and to approve the Budget request Revision #0006014.

**Background:**

The Department of Health Care Services (DHCS) directs local County funding to primary prevention, treatment and recovery services through a block grant from the federal Substance Abuse and Mental Health Services Administration (SAMHSA). SAMHSA, established in 1992 within U.S. Department of Health and Human Services, provides funds for substance abuse primary prevention, Friday Night Live, Perinatal Treatment Services, and Room and Board for Transitional Housing programs in California through DHCS by the authority of Title 45 of the Code of Federal Regulations Part 96 and through the SABG agreement. The SABG is a federal award under Title 45 Code of Regulations (CFR) Part 75. The SAPT Agreement No. 17-94159 was approved by the Board of Supervisors in December 2017, to provide \$7,824,072 for the period July 1, 2017 through June 30, 2020.

DHCS recently amended the three-year contract to provide modified language terms and conditions and increased discretionary funds only for FY 18-19 by \$28,881 for a total contract maximum of \$7,852,953 consisting of a federal SAPT Block Grants (SABG) funds. This multi-year revenue agreement amendment allows Behavioral Wellness Alcohol and Drug Program (ADP) to receive additional discretionary fund reimbursement from the State Department of Health Care Services (DHCS) for Substance Abuse Prevention and Treatment (SAPT) services for the purpose of providing alcohol and other drug prevention, treatment and recovery support services to residents of Santa Barbara County. The additional funds have been earmarked to provide additional alcohol and drug free housing.

In addition, the SAPT amendment provides minor changes to the agreement terms and conditions. Behavioral Wellness will amend affected provider contracts under its authority to make non-material changes to its subcontracts, and will return to the Board with amendments if any other material provisions are needed in its SAPT subcontracts.

Approval of the recommended action will enable Behavioral Wellness and its subcontractors to receive reimbursement for services provided prevention and treatment services to individuals with substance abuse issues throughout Santa Barbara County through June 30, 2020.

**Performance Measures and Outcomes:**

Services delivered by the contracted service providers have performance measures and outcomes written into each contract and service. Data is entered into the California's Outcomes Measurement System for Treatment (CalOMS). As a recipient of SABG funds, Behavioral Wellness must:

1. Adhere to SAMHSA National Outcome Measures.
2. Maintain effective internal control over the SABG funds.
3. Comply with federal statutes, regulations, including 45 CFR Part 75, and terms and conditions of the SABG grant.
4. Evaluate and monitor its activities and the activities of all subcontractors for compliance with applicable statutes, regulations, and terms and conditions of the subaward.
5. Address any instances of noncompliance promptly.

**Fiscal and Facilities Impacts:**

Budgeted: No

**Fiscal Analysis:**

<b><u>Funding Sources</u></b>	<b><u>FY 17-18</u></b>	<b><u>FY 18-19</u></b>	<b><u>FY 19-20</u></b>
General Fund			
State			
Federal			
Fees			
Other: SABG Award	\$ 2,608,024	\$ 2,636,905	\$ 2,608,024
Annual Total:	\$ <b>2,608,024</b>	\$ <b>2,636,905</b>	\$ <b>2,608,024</b>
Three Year Total:			\$ <b>7,852,953</b>

Narrative: This multi-year contract provides the annual provisional budget along with the maximum reimbursement amount for the subsequent years. Behavioral Wellness budgeted for the SAPT/SABG for FY 17-18 and it was approved in the Adopted Budget. However, a Budget Revision Request is necessary to adjust the Alcohol and Drug Program Fund budget to recognize the increased revenue of \$28,905 for FY 18-19 and to establish an appropriations budget. The BJE appropriation is in the amount of \$28,905, rather than for the amount of State’s increase of \$28,881 due to the original SAPT/SAGB agreement funds having been uploaded in the County Fiscal FIN system incorrectly (minus six dollars). Behavioral Wellness is now correcting the discrepancy plus adding the increase of \$28,881. There is no increase in General Fund contributions. Approval of the recommended action will not increase the use of General Fund dollars by the Department of Behavioral Wellness. We will return each year for subsequent budget approval.

**Key Contract Risks:**

The funding is subject to congressional appropriation of funds. If the funding for any fiscal year is reduced or deleted by the Budget Act for purposes of this program, DHCS has the option to either cancel this Contract with no liability occurring to DHCS, or offer an amended agreement to Contractor to reflect the reduced amount. It also passes on to the County the responsibility to repay any audit exception taken by the Federal government and the State or the California State Auditor. The contract also imposes procedural and reporting requirements implemented by Behavioral Wellness that could be subject to audit in the future. However, Behavioral Wellness contracts with its service providers include language requiring contractors to repay any amounts disallowed in audit findings, minimizing financial risks to County.

**Special Instructions:**

Please email one (1) copy of the minute order to Denise Morales at: [dmorales@co.santa-barbara.ca.us](mailto:dmorales@co.santa-barbara.ca.us) and a copy to [BWellcontractstaff@co.santa-barbara.ca.us](mailto:BWellcontractstaff@co.santa-barbara.ca.us).

**Attachments:**

- Attachment A: DHCS SAPT FY 17-20 Agreement No. 17-94159 A01
- Attachment B: BRR #000614
- Attachment C: DHCS SAPT FY 17-20 Agreement No. 17-94159

**Authored by:**

D. Morales