

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: 09/10/02
Department Name: Alcohol, Drug & Mental Health
Department No.: 043
Agenda Date: 09/24/02
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:

- (a) Execute Amendment No. 2 to SCC42 (01/02) to the County 42 agreement with the State Alcohol and Drug Program (State ADP) increasing the funding in FY 01-02 (Year One) by an additional \$244,247 from Amendment No. 1, to a total of \$6,518,923. The original State Agreement contracts with the County of Santa Barbara for \$5,226,412 for each of the three successive years, and Amendment No. 2 increases the first year allocation by a total of \$1,292,511.

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 ADP allocates state and federal revenue to counties for the provision of substance abuse prevention and treatment services. Each year, Alcohol, Drug and Mental Health Services (ADMHS) is required to prepare multiple amendments to its fiscal plan with the state due to fluctuations in funding and the utilization in local services by county residents. The proposed amendment between the County of Santa Barbara and State ADP makes final adjustments in the revenue allocated for the Negotiated Net Amount (non Medi-Cal) and Drug Medi-Cal (D/MC) services for FY 01-02 based on actual service levels.

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The proposed Amendment No. 2 increases the funding in FY 01-02 by \$244,247 from \$6,274,676 (Amendment No. 1 previously approved by the board) to \$6,518,923. This increase reflects \$32,976 in State General Funds (SGF) for Perinatal Medi-Cal (state funds) and \$25,510 in Federal Medi-Cal and \$185,761 in Substance Abuse Prevention and Treatment (SAPT) Block Grant funds (federal) that support alcohol and drug treatment and prevention services throughout the county. These increases are ongoing and should remain for the term of the 3-year contract. The revenue change will remain provisional until the final year-end Cost Report for FY 01-02 is accepted by the state.

Approval of this contract amendment with the state will increase the revenue due to the county for FY 01-02, establish the State's provisional obligation to the County for the Fiscal Year of 2002-03, and will allow the ADMHS to contract with community based organizations to provide the needed alcohol and drug services throughout the county.

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 by §1758 (a) and (b) and §1758.10 et seq. of the California Health and Safety Code. By expending D/MC funds, the County of Santa Barbara is mandated to comply with the provisions of: 1) §1915b of the Social Security Act; 2) Health and Safety Code, §11758.46 (e) (AB2071) requiring the contract between county and state to be executed by July 31; 3) "Order for Permanent Injunction" in *Sobky v. Smoley*, United States District Court, Eastern District of California, relative to ensuring client access to services, and; 4) various provisions of the preliminary FY 01/02 California Budget Act.

The proposed contract amendment recognizes revenue adjustments in FY 01/02 for alcohol and drug prevention and treatment services. These services are currently provided by county community based organizations (CBO's) under three-year contracts approved by your Board in FY 00-01. The adjustments in funding are currently budgeted and do not impact existing service levels. The additional SGF Medi-Cal (\$32,976 in FY 01-02) funds and increased SAPT funds represent CBO's increased utilization of Medi-Cal and in federal authorization of funds to provide HIV, prevention and other treatment service delivery.

Fiscal and Facilities Impacts:

The recommended action does not change the County's General Fund Contribution of \$88,004 in FY 01-02 for the mandated local match for the State Perinatal Treatment Expansion Program and funds to support substance abuse treatment. This amount has also been incorporated into the ADMHS-Alcohol and Drug Program budget for FY 01-02. The Alcohol and Drug Program operates under a capped budget supported by annual subvention of state and federal revenue. The proposed amendment makes final adjustments in revenue in FY 01-02 resulting in a total increase of \$1,292,511 (from \$5,226,412 to \$6,518,923). Of the total increase in funding for FY 01-02, \$779,915 represents an adjustment for funding due the County for FY 00-01, thus this portion of the increase will not be available for the remaining period of the 3-year contract, and will not impact adversely the operating budget. These revenue amounts were incorporated into the ADMHS-ADP budget for FY 01-02 and have been reflected in the current year operating budget for FY 02-03. The

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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 each of the Standard Agreements 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