

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: 08/14/03
Department Name: Alcohol, Drug & Mental Health
Department No.: 043
Agenda Date: 09/23/03
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:

- (a) Execute Amendment No. 2 (02/03) to the County 42 agreement with the State Alcohol and Drug Program (State ADP) decreasing the funding in FY 02-03 by \$90,774, from \$5,896,902 to a total of \$5,806,128, and incorporate Exhibit A-1, County Prevention and Treatment Programs Fiscal Summary V.2, and corresponding budget detail forms, FY 02/03.

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 02-03 based on actual service levels. The final, "V.2" amendment, is typically prepared after the end of the fiscal year and is due to the state September 30.

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The decrease of \$90,774 in funding is comprised entirely of Federal and State D/MC funds. The reduction in D/MC funding reflects lower levels of utilization in D/MC treatment services by community based organizations (CBO) in the county. These organizations are continuing to develop strategies for increasing client participation in the D/MC system.

Each year, ADMHS requests approval from your Board to adjustment the combined NNA & D/MC contract with the State of California, Alcohol and Drug Program. Starting in FY 03-04, these adjustments will be approved through the budget process.

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 02/03 for alcohol and drug treatment services. These services are currently provided by county community based organizations (CBO’s) under Purchase Agreements and three-year contacts previously approved by your Board in FY 00-01. The adjustments in funding are currently budgeted and do not impact existing service levels.

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 the State Perinatal Treatment Expansion Program and funds to support substance abuse treatment. This amount was been incorporated into the ADMHS-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.

The proposed amendment makes final adjustments in revenue in FY 02-03 resulting in a total decrease of \$90,774, from \$5,896,902 to \$5,806,128. Since the \$90,774 adjustment represents an overstated D/MC utilization it does not require the county to return actual funds to the State. D/MC is an entitlement program and the county is reimbursed based on actual billable units of service (fee-for service) that are realized. The reduction in revenue will remain provisional until the final year-end Cost Report for FY 02-03 is accepted and approved by the state.

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The revenue amounts are incorporated into the ADMHS budget for FY 02-03, and are reflected in the operating budget. The revenue is included in the FY 02-03 Adopted Budget, revenue line items 3690, 3984, 4360 and 5403, in Division 06, Alcohol and Drug Program, page D-152.

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 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