



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:** September 10, 2019  
**Placement:** Administrative  
**Estimated Time:** N/A  
**Continued Item:** No  
**If Yes, date from:**  
**Vote Required:** Majority

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**TO:** Board of Supervisors

**FROM:** Department Alice Gleghorn, Ph.D, Director  
Director(s) Behavioral Wellness, 681-5220  
Contact Info: Pam Fisher, Psy.D, Deputy Director of Clinical Operations  
Behavioral Wellness, 681-5220

**SUBJECT:** Behavioral Wellness Alcohol and Drug Program – The Salvation Army  
Drug Medi-Cal Organized Delivery System (DMC-ODS) and Mental Health  
Services FY 19-21 First Amendment

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**County Counsel Concurrence**

As to form: Yes

Other Concurrence: Risk Manager

As to form: Yes

**Auditor-Controller Concurrence**

As to form: Yes

**Recommended Actions:**

That the Board of Supervisors:

- A. Approve, ratify, and authorize the Chair to execute a **First Amendment** to the Agreement for Services of Independent Contractor with **The Salvation Army Southern California Division** (Salvation Army), a California Corporation, (a local vendor), to add new provisions to the Agreement for compliance with State and Federal regulations; add Mental Health Services for shelter beds; and increase the contract maximum by \$131,400 for a new contract maximum amount not to exceed \$4,302,976 for the period of July 1, 2019 to June 30, 2021;
- B. Approve and authorize the Chair to delegate to the Director of Behavioral Wellness or her designee the authority to reallocate funds between funding sources at their discretion during the term of the agreement without altering the Maximum Contract Amount or requiring a formal amendment to the agreement subject to the Board's ability to rescind this delegated authority at any time; and
- C. Determine that the above actions are government fiscal activities that will not result in direct or indirect physical changes in the environment, pursuant to section 15378(b)(4) of the California Environmental Quality Act (CEQA) guidelines.

**Summary Text:**

The above referenced contract is on the Board’s agenda to request approval of an amendment to Salvation Army’s current Drug Medi-Cal (DMC) Organized Delivery System (ODS) agreement to update contract language for compliance with state and federal regulations, to add new Mental Health (MH) shelter bed services, and increase the contract maximum by \$131,400 for the MH shelter bed services for a total contract maximum not to exceed \$4,302,976. Additionally, the Department of Behavioral Wellness (Behavioral Wellness) is requesting the Board to delegate authority to the Director of Behavioral Wellness, or her designee, to reallocate funds between funding sources at their discretion during the term of the agreement without altering the Maximum Contract Amount or requiring a formal amendment to the agreement, subject to the Board’s authority to rescind this designated authority at any time.

**Background:**

On April 9, 2019, the County entered into an agreement with the Salvation Army for the provision of Alcohol and Drug Program (ADP) Substance Abuse Disorder (SUD) services under the Department of Health Care Services (DHCS) DMC-ODS pilot program effective March, 1, 2019 (BC 19-200). The Board concurrently terminated the ADP portion of its existing agreement with the Salvation Army for the provision of Alcohol and Drug Free Housing (ADFH) (BC17-035) to allow for the provision of SUD services under ODS.

The ADP services under the DMC-ODS agreement, approved by the Board on October 16, 2018, are partially funded by Drug Medi-Cal through Intergovernmental Agreement No. 18-95148 between DHCS and the County to deliver SUD services. For other ADP services under this agreement with Salvation Army that are not covered by Drug Medi-Cal, funding is provided by federal Substance Abuse Prevention and Treatment Block Grant (SABG). The receipt of SABG grant funds and corresponding agreement with DHCS were approved by the Board of Supervisors on December 12, 2017.

The County also contracted with the Salvation Army for the Mental Health shelter bed services under BC 17-035 until its contract term date of June 30, 2019. Under Salvation Army’s BC 17-035 agreement, Salvation Army provided five (5) shelter beds to mentally ill clients who are homeless, at risk of homelessness, or living in substandard housing under a mental health program formerly called Hospitality House. Behavioral Wellness is requesting approval from the Board of Supervisors to add these shelter bed services to Salvation Army’s current DMC-ODS agreement.

**Performance Outcomes:**

Salvation Army provides the following alcohol and other drug (AOD) services: 6 (six) Withdrawal Management beds and 18 Residential Treatment beds for a total of 24 beds; and five (5) Mental Health shelter beds to mentally ill clients who are homeless, at risk of homelessness, or living in substandard housing.

Currently, there is no outcome data to report for our DMC-ODS providers because the DMC-ODS program is a pilot program recently established by DHCS. New performance indicators have been set and Behavioral Wellness will be monitoring the outcomes of Salvation Army on a quarterly basis.

**Fiscal and Facilities Impacts:**

Budgeted: Yes

**Fiscal Analysis:**

<b><u>Funding Sources</u></b>	<b><u>Current FY 18-19</u></b> <b><u>Cost:</u></b>	<b><u>Current FY 19-20</u></b> <b><u>Cost</u></b>	<b><u>Current FY 20-21</u></b> <b><u>Cost</u></b>
General Fund			
State	\$334,532	\$941,328	\$941,328
Federal	\$334,532	\$875,628	\$875,628
Fees			
Other:			
Total	\$669,064	\$1,816,956	\$1,816,956
Grand Total			\$4,302,976

Narrative: The above reference contract is funded by State and Federal funds. The funding sources are included in the FY 19-20 Adopted Budget. For FY 20-21 the budget is contingent on Board approval.

**Key Contract Risks:**

As with any contract funded by State and Federal sources, there is a risk of future audit disallowances and repayments. Behavioral Wellness contracts include language requiring contractors to repay any amounts disallowed in audit findings, minimizing financial risks to the County.

**Special Instructions:**

Please email one (1) complete executed contract and one (1) minute order to [cfoschaar@sbcbswell.org](mailto:cfoschaar@sbcbswell.org) and [bwellcontractsstaff@co.santa-barbara.ca.us](mailto:bwellcontractsstaff@co.santa-barbara.ca.us).

**Attachments:**

Attachment A: Salvation Army FY 19-21 DMC- ODS BC First Amendment  
Attachment B: Salvation Army FY 18-21 DMC-ODS BC

**Authored by:**

A. Foschaar