

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:** 9-08-04  
**Department Name:** Alcohol, Drug & Mental Health  
**Department No.:** 043  
**Agenda Date:** 9-28-04  
**Placement:** Administrative  
**Estimate Time:**  
**Continued Item:** NO  
**If Yes, date from:**

---

**TO:** Board of Supervisors

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

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

**SUBJECT:** State Revenue Contract Amendment Version 2 (V.2) FY 03-04 for Alcohol and Drug Program Services

---

**Recommendation(s):**

That the Board of Supervisors:

Approve recommendations, as follows:

- (a) Execute Amendment No. 2 (03-04) to the County 42 agreement with the State Alcohol and Drug Program (State ADP) increasing the funding in FY 03-04 by \$31,674, from \$6,123,750 to a total of \$6,155,424, and incorporate Exhibit A-1, County Prevention and Treatment Programs Fiscal Summary V.2, and corresponding budget detail forms, FY 03-04.

**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 proposed final Version 2 ("V.2") amendment is typically prepared after the end of the fiscal year and is due to the State Alcohol and Drug Program by September 30th. The State Alcohol and Drug Program (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

**Subject:** State Revenue Contract Amendment V.2 FY 03-04 for Alcohol and Drug Program Services  
**Agenda Date:** 9-28-04  
**Page:** 2 of 4

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 03-04 based on actual service levels.

The proposed amendment reflects an overall increase of \$31,674 for FY 03-04 and is calculated as follows. There is an increase of \$48,256 in the Substance Abuse Prevention and Treatment (SAPT) Block Grant (federal funds). The SAPT funds consist of: \$35,151 allocated to Substance Abuse Treatment and Testing Accountability Program (SATTA) Drug Testing Funds, and \$13,297 in one-time funding for Human Immunodeficiency Virus (HIV), Perinatal and Discretionary set-asides. There is also a simultaneous reduction of \$16,582 in Drug Medi-Cal (state and federal) funding. This reduction is comprised of an increase of \$71,902 in regular Drug Medi-Cal and a reduction of \$88,484 in Perinatal Drug Medi-Cal.

The additional non Medi-Cal funds will allow for continued reimbursement to community based agencies for drug testing activities for clients enrolled in Proposition 36 services; to reduce the risk of communicable diseases by substance abusing clients; reduce the risk of drug exposure to infants while in utero; and to serve uninsured county residents with alcohol and drug problems.

While the net adjustment in Drug Medi-Cal revenue is relatively minor, the reduction in claims for Medi-Cal coverage for perinatal services is a concern because it reflects a lack of enrollment by pregnant and parenting women. In particular, the lack of utilization of perinatal treatment services in Lompoc continues to run counter to the reported prevalence of alcohol and other drug use by pregnant and parenting adult and adolescent women reported to the Child Welfare system and experienced by nursing staff in Public Health. The Alcohol and Drug Program (ADP) issued two separate Requests for Proposal (RFP) in Lompoc in an effort to gauge the capacity and demand for services in this region of the county. The current provider (Zona Seca, Inc.) reports an average of only 1-2 new clients per month, and an average utilization of 4-6 clients a month, indicating a need for ADP to continue to explore other avenues for serving pregnant and parenting women in the area, including consideration of another potential contractor(s).

### **Outcomes and Performance Measures:**

Funds for the past fiscal year resulted in the following representative samples of outcomes:

- Of 2,500 youth involved in prevention services, 90% reported abstinence from alcohol in the last 30 days;
- Of 74 county residents recruited to participate in community coalitions formed to address local alcohol and drug problems, 60 remained active throughout the year
- 21 Friday Night and Club Live chapters were maintained through the county and provided 2000 youth with an opportunity to refrain from alcohol and other drug use and to organize in local areas against alcohol sales to minors
- 61 youth were matched with mentors and provided with 6000 hours of interactive adult support
- Of 65 pregnant women in treatment, 100% tested drug free 30 days prior to successful discharge
- Of 425 clients in detoxification services, 75% successfully continued with other treatment services
- 1,057 clients completed treatment and successfully maintained their employment
- Of 3,967 unique individuals admitted to treatment, 3,800 were provided with information designed to reduce exposure to communicable diseases such as HIV, Hepatitis C (HEP C), etc.

**Subject:** State Revenue Contract Amendment V.2 FY 03-04 for Alcohol and Drug Program Services

**Agenda Date:** 9-28-04

**Page:** 3 of 4

- Of 77 program monitoring reviews conducted, 98% of the corrective action plans were successfully resolved

### **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) §1915(b) 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 03-04 for alcohol and drug treatment services. These services are currently provided by county community based organizations (CBOs) under Purchase Agreements and three-year contracts previously approved by your Board in FY 00-01. The adjustments in funding were budgeted and allowed for minimal increases in existing service levels.

The additional federal block grant funding is a one-time reallocation re-distributed by the state due to lack of spending by other counties. These funds will support 20 clients receiving information on the risks of contracting HIV through illicit drug use; 2 clients will receive a month of residential treatment; and 100 clients will receive drug testing services to determine their abstinence from alcohol and/or drug use.

### **Fiscal and Facilities Impacts:**

The recommended action does not change the County’s General Fund Contribution of \$88,004 in FY 03-04, for the mandated local match for the State Perinatal Treatment Expansion Program and funds to support substance abuse treatment. This amount was incorporated into the ADMHS Alcohol and Drug Program budget for FY 03-04. The Alcohol and Drug Program operates under a capped budget supported by annual subvention of state and federal revenue. The proposed contract amendment with the State does not include Prop 36 funding or other grants awarded through a competitive process to the county.

The proposed amendment makes final adjustments in revenue in FY 03-04 resulting in a total increase of \$31,674, from \$6,123,750 to a total of \$6,155,424. D/MC is an entitlement program and the county is reimbursed based on actual billable units of service (fee-for-service) that are realized following services billed by CBOs. The increase in revenue will remain provisional until the final year-end Cost Report for FY 03-04 is accepted and approved by the state.

The revenue amounts are incorporated into the ADMHS budget for FY 03-04, and are reflected in the operating budget. The revenue is included in the FY 03-04 Adopted Budget, revenue line items 3690, 3984, 4360 and 5403, in Division 06, Alcohol and Drug Program, page D-152.

**Subject:** State Revenue Contract Amendment V.2 FY 03-04 for Alcohol and Drug Program Services

**Agenda Date:** 9-28-04

**Page:** 4 of 4

ADP continues to utilize CBOs as the primary vehicle for conducting community alcohol and other drug prevention, intervention and treatment services. As a result, 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., Al Rodriguez (Ext: 5442), 300 N. San Antonio Rd., Santa Barbara, California 93110. The signed contract must be received by the State Department of Alcohol and Drug Programs by September 30, 2004, necessitating an expedited return.

**Concurrence:**

Auditor-Controller