

**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:** 5/14/04  
**Department Name:** Alcohol, Drug & Mental Health  
**Department No.:** 043  
**Agenda Date:** 6/1/04  
**Placement:** Administrative  
**Estimate Time:**  
**Continued Item:** NO  
**If Yes, date from:**

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**TO:** Board of Supervisors

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

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

**SUBJECT:** Professional Service Contracts for Alcohol and Drug Program (ADP)

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**Recommendation(s):**

That the Board of Supervisors:

- A. Approve and execute the following Drug Medi-Cal (D/MC) service agreements for a two-year provisional amount of \$485,000, for the period July 1, 2003 through June 30, 2005, with the following organizations:
- 1) Phoenix of Santa Barbara, Inc. (Phoenix), a local vendor, for outpatient alcohol and drug treatment services for a maximum contract amount of \$260,000;
  - 2) Santa Maria Valley Youth and Family (SMVYF), a local vendor, for outpatient alcohol and drug treatment services for a maximum contract amount of \$225,000.
- B. Authorize the Director of Alcohol, Drug, and Mental Health Services to approve amendments to the proposed contracts, providing that any such amendments or modifications do not exceed ten percent (10%) of the total contract value.

**Alignment with Board Strategic Plan:**

The recommendation(s) are primarily aligned with Goal No. 2. A Safe and Healthy Community in Which to Live, Work, and Visit.

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### **Executive Summary and Discussion:**

The State Department of Alcohol and Drug Programs (ADP) allocates state and federal revenue to counties for the provision of substance abuse, prevention and treatment services. Funding for the D/MC program is administered by the California Department of Alcohol and Drug Program. They provide reimbursement for a limited array of outpatient and day treatment counseling and narcotic treatment program services. Under Title 22 of the California Code of Regulations the county is responsible for contracting with state certified D/MC service providers in order to exercise specific fiscal control, claims processing and reimbursement functions on behalf of the state.

The professional service contracts for Phoenix and Santa Maria Valley Youth and Family (SMVYF) are for alcohol and drug treatment services, consisting of individual and group counseling, for Drug Medi-Cal (D/MC) beneficiaries. Starting in FY 03-04, these providers were reimbursed for D/MC treatment services under Purchase Agreements, however they have experienced an increase in utilization for D/MC services that exceeded the \$100,000 threshold authorized for the Purchasing Agent. Based on the increased services in FY 03-04, and projected services in FY 04-05, it is determined there is a need to increase and convert these Purchase Agreements to Board contracts.

Approval of this action will allow Phoenix and SMVYF to be reimbursed for the increased service delivery in FY 03-04; continue treatment services in FY 04-05; and will authorize the Director of Alcohol, Drug, and Mental Health Services to approve future amendments to the proposed contracts, providing that any such amendments or modifications do not exceed ten percent (10%) of the original total contract value.

### **Mandates and Service Levels:**

In accepting state or federal funds (D/MC) 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 of the receipt of funds statute, acceptance of funds earmarked for that purpose obligates the county to comply with provisions of State and Federal laws, regulations, and administrative policies specified as conditions for the receipt of those funds. In addition, by expending D/MC funds, the County of Santa Barbara is mandated to comply with the provisions of Section 1915b of the Social Security Act and the "Order for Permanent Injection" issued in Sobky v. Smoley, United States District Court, Eastern District of California, relative to ensuring client access to services.

Phoenix and SMVYF provide D/MC treatment services, consisting of individual and group counseling. The increased funding reflects the number of unique D/MC clients served by Phoenix which has increased from 145 to approximately 179 and for SMVYF from 53 to approximately 77 clients.

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

The recommended action has no impact on the General Fund Contribution. The revenue which supports the services have been appropriated in the FY 2003/04 Adopted Budget for ADMHS-ADP, Line Item 7460, in Programs 6241 on page D-152, and in the Recommended Budget 2004/05 ADMHS-ADP, Medi-Cal services, Line Item 7460, in Program 6241.

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The total provisional amount for the D/MC contracts is \$485,000 with \$242,500 payable in FY 03-04, and an estimated \$242,500 payable in FY 04-05. Fifteen percent (15%) of the total amount billed for D/MC is used to defray ADP administrative and support costs. Actual funding amounts are contingent upon congressional and state legislative appropriation.

This action will not result in a need for any additional facilities.

**Special Instructions:**

Please return a minute order along with a copy of each contract and amendment to:

Carolyn Sellers, Department Analyst - Programs  
Alcohol, Drug & Mental Health Services  
300 N. San Antonio Road  
Santa Barbara, CA 93110

**Concurrences:**

Auditor-Controller  
Risk Management