



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: ADMHS
Department No.: 043
For Agenda Of: 8/26/14
Placement: Administrative
Estimated Tme: N/A
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors

FROM: Department Takashi Wada, MD, MPH, Interim Director
Director(s) Alcohol, Drug and Mental Health Services
Contact Info: Michael C. Evans, CFO/Assistant Director, Finance 805-681-4517

SUBJECT: PC 1000 Revenue Agreements and Extensions

County Counsel Concurrence

As to form: Yes

Other Concurrence: Risk Management

As to form: Yes

Auditor-Controller Concurrence

As to form: Yes

Recommended Actions:

That the Board of Supervisors:

1. Approve, ratify, and authorize the Chair to execute the attached revenue agreement through which the County will certify Aegis Institute, Inc. (a local vendor) as a Penal Code (PC) 1000 Drug Diversion Program provider, and Aegis Institute, Inc. will pay the County an administrative fee of \$50 for each client served through the PC 1000 program for the period July 1, 2014 through June 30, 2017, for a projected revenue of \$1,000 per year.
2. Approve, ratify, and authorize the Chair to execute an amendment to the existing revenue agreement for PC 1000 services with the Coast Valley Substance Abuse Treatment Center, extending the term through June 30, 2017 and expanding their delivery service area to include Lompoc and Santa Maria, for projected revenue of \$1,000 per year.
3. Approve, ratify, and authorize the Chair to execute an amendment to the existing revenue agreement for PC 1000 and Driving Under the Influence (DUI) Program services with the Council on Alcoholism and Drug Abuse, extending the term through June 30, 2017, for projected revenue of \$1,000 per year from PC 1000 services.

4. Approve, ratify, and authorize the Chair to execute an amendment to the existing revenue agreement for PC 1000 and DUI Program services with Zona Seca, Inc, extending the term through June 30, 2017, for projected revenue of \$1,000 per year from PC 1000 services.
5. Approve, ratify, and authorize the Chair to execute an amendment to continue only the DUI Revenue agreement through June 30, 2016; ending the PC 1000 portion of the contract with Central Coast Headway as of July 1, 2014, in accordance with the PC 1000 Drug Diversion Program RFP process.
6. Determine that these activities are exempt from California Environmental Quality Act (CEQA) review per CEQA Guideline Section 15378(b)(4), as government fiscal activities that do not involve commitment to a specific project that may result in a potentially significant physical impact on the environment.

Summary Text:

Penal Code Section 1000 (PC 1000) provides Drug Diversion Program services for clients who are formally charged with first-time alcohol/ drug misdemeanor offenses and who are found eligible for deferred entry of judgment at the discretion of the local courts. Alcohol, Drug, and Mental Health Services (ADMHS) certifies providers of PC 1000 Drug Diversion Programs in Santa Barbara County. Participants referred by the Courts pay a fee of \$1,000 to the Program provider and receive deferred entry of judgment upon successful completion of the program.

Due to the loss of a few PC 1000 Drug Diversion Program contract providers in the early part of 2014 and the ongoing need for quality services, ADMHS initiated the PC 1000 Request for Proposal (RFP) for years 2014-2017. The PC 1000 RFP process enabled ADMHS to award the contract to providers who met selection criteria to deliver the most efficient services in key geographically areas, to ensure client care and public safety. In accordance with the selection process, this resulted in: adding new PC 1000 providers, extending the contracts for existing PC 1000 providers or eliminating the contract for existing PC 1000 providers.

Approval of the recommended actions will allow ADMHS to certify Aegis as a new PC 1000 provider and enter into a revenue agreement with the entity for the fees. It will also allow ADMHS to amend the contract with Central Coast Headway to continue providing the DUI program services and end their PC 1000 Program in accordance with the PC 1000 RFP selection process.

Extending three existing PC 1000 program contracts through 2017 will allow coordination of all PC 1000 contracts on the same 3-year time frame.

Background:

The PC 1000 Drug Diversion Program began in Santa Barbara County in 1995. Eligible defendants are provided education and counseling services through 6-month, 9-month, 12-month and 18-month programs operated by community based organizations and certified by ADMHS. Upon successful completion of the program, the defendant's charges are dismissed.

Providers of PC 1000 programs collect program fees from clients, as approved by the County and State Alcohol and Drug Program. Pursuant to Penal Code Section 1211, Alcohol, Drug, and Mental Health Services (ADMHS) is authorized to assess an administrative charge to help offset costs in administering these programs. ADMHS receives a fee of \$50 per client enrolled in the PC 1000 program.

Key Contract Risks:

There is a risk that any provider may have fewer clients than anticipated, resulting in lower fees payable to ADMHS.

Fiscal and Facilities Impacts:

Budgeted: Yes

Fiscal Analysis:

<u>Funding Sources</u>	<u>Current FY Revenue (Projected):</u>	<u>Annualized On-going Revenue (Projected):</u>	
General Fund			
State			
Federal			
Fees PC 1000	\$ 4,000.00	\$ 4,000.00	
Fees DUI	\$ 73,750.00	\$ 73,750.00	
Total	\$ 77,750.00	\$ 77,750.00	\$ -

Narrative:

No funds are expended by ADMHS as part of this agreement. The anticipated revenue has been included in the FY 2014-15 Adopted Budget. Based on prior year revenue for the PC 1000 program, ADMHS projects approximately \$1000 per year from each PC 1000 program provider, for \$4,000 in yearly total revenue; while combined annual revenue from existing DUI programs are projected to be \$73,750. Because the fees payable to ADMHS depend on the number of clients eligible to participate in the PC 1000 program, ADMHS is unable to predict with certainty the amount of revenue to be received, and the actual revenue could be higher or lower than anticipated in any given year.

Special Instructions:

Please return one (1) Minute Order and one (1) copy of each fully executed Agreement to:

Alcohol, Drug and Mental Health Services
ATTN: Contracts
300 North San Antonio Road, Bldg. 3
Santa Barbara, CA 93110

Attachments: Aegis PC 1000 Agreement

2. Coast Valley PC 1000 Amend 1
3. CADA FY 16-17 PC 1000 - DUI Revenue Amend 6
4. Zona Seca FY 16-17 Revenue PC 1000 Amend 6
5. Central Coast Headway Amend 6