

State of California—Health and Human Services Agency Department of Health Care Services



October 10, 2018

Dr. Alice Gleghorn, Director Santa Barbara County Department of Behavioral Wellness 300 North San Antonio Road, Building 1 Santa Barbara, CA 93110-1316

Cancellation of Agreement No. 17-94102

Dear Dr. Gleghorn,

Pursuant to Exhibit E, Paragraph 2 of Agreement No. 17-94102 between the California Department of Health Care Services (DHCS) and the County of Santa Barbara for the period of July 1, 2017 through June 30, 2020, in the amount of \$18,328,260, DHCS is authorized to cancel the Agreement for the reason stated in the paragraph below.

On December 1, 2018, DHCS and the County of Santa Barbara will enter into an Intergovernmental Agreement (No. 18-95148), to deliver substance use disorder services under the Drug Medi-Cal Organized Delivery System (DMC-ODS). DMC-ODS Intergovernmental Agreement No. 18-95148 wholly replaces Agreement No. 17-94102.

DHCS is hereby giving written notice of the cancellation of Agreement No. 17-94102, as of November 30, 2018.

Upon receipt of this letter, the County of Santa Barbara shall take immediate steps to transition from providing DMC covered services under Agreement No. 17-94102 to providing DMC-ODS covered services under Agreement No. 18-95148. The County of Santa Barbara shall submit billings after November 30, 2018 using the updated DMC-ODS aid codes.

Per the terms specified in Agreement No. 17-94102, the County of Santa Barbara is entitled to payment for all allowable costs authorized under this Agreement and incurred up to the date of cancellation. This includes authorized non-cancelable obligations, provided such expenses do not exceed the stated maximum amounts payable as stated in the terms.

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All obligations to provide covered services under Agreement No. 17-94102 will automatically terminate on November 30, 2018. The County of Santa Barbara will be responsible for providing or arranging for covered services to beneficiaries until the effective date of cancellation. The State will remain liable for processing and paying invoices for covered services prior to the cancellation until all obligations have been met.

If you have any additional questions, contact Matthew Shields at (916) 713-8948.

Sincerely,

Don Braeger, Division Chief

Substance Use Disorder - Program, Policy and Fiscal Division

CC:

SUD-PPFD Contract Folder Contract Management Unit

Accounting Office