

**MEMORANDUM
PLACER COUNTY HEALTH AND HUMAN SERVICES
Adult System of Care**

TO: Honorable Board of Supervisors

FROM: Richard J. Burton, M.D., M.P.H.
Placer County Health Officer and Director of Health & Human Services
Maureen F. Bauman, Director of Adult System of Care

DATE: June 8, 2010

SUBJECT: Approve State of California, Department of Alcohol & Drug Programs, Negotiated Net Amount & Drug Medi-Cal Initial Multi-Year Agreement for FY 2010-13

ACTION REQUESTED:

Approve the State of California, Department of Alcohol & Drug Programs, Negotiated Net Amount & Drug Medi-Cal initial multi-year revenue agreement to continue funding of existing, mandated County drug and alcohol treatment and prevention programs for FY 2010-13, estimated at \$3,429,872 per fiscal year for a total of \$10,289,616 over the three-year term, and authorize the Chairman of the Board to sign the agreement and subsequent amendments. No County General Fund contribution is required.

BACKGROUND:

The State Department of Alcohol and Drug Programs utilizes the Negotiated Net Amount and Drug Medi-Cal contracts in order to obligate funds including State General Funds, Federal Substance Abuse, Prevention and Treatment, Safe and Drug Free Schools, Mentoring, Community Block Grant funding, and Federal Medicaid reimbursement.

Placer County has established a continuum of care with this funding to best meet the substance abuse treatment and prevention needs of residents of Placer County. With this funding the Adult System of Care has developed an Alcohol and Other Drug Screening Clinic to assist Placer County residents, free of charge, with information, resources, and referrals to drug treatment. Other services that are paid for or subsidized with these funds include substance abuse assessments, outpatient, detox, residential, and aftercare treatment services. The Placer County treatment programs report that 1,393 County residents chose local treatment in order to work on their recovery last year. In Placer County, 70 percent of all participants successfully chose treatment and recovery, compared to the statewide average of 57 percent.

The multi-year contract for FY 2010-13 is based upon the State General Fund and Drug Medi-Cal funding set forth in the Governor's preliminary budget allocation for FY 2010-11.

This multi-year contract was reviewed and recommended for approval by the Mental Health, Alcohol, and Drug Advisory Board at its regular meeting on May 24, 2010.

FISCAL IMPACT:

This initial multi-year contract is based upon the State General Fund Drug Medi-Cal funding set forth in the Governor's preliminary budget allocation for FY 2010-11. These figures are consistent with those budgeted in the Department's FY 2010-11 Proposed Budget. The County will receive a contract amendment within 60 days of the Governor signing the Budget Act with any changes resulting from the final State budget. This contract is matched with substance abuse fines and fees in the amount of \$22,701 for FY 10-11, and requires no County General Fund contribution.

The above contract is on file with Clerk of the Board for review.

