

**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:** July 9, 2013

**SUBJECT:** Approve amendment to the multi-year Non-Drug Medi-Cal Substance Abuse Treatment Services FY 2010-14

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**ACTION REQUESTED:**

1. Approve an amendment to Revenue Agreement Number 12-89193 A01 with California Department Alcohol and Drug Programs and Department of Health Care Services for the Non-Drug Medi-Cal Substance Abuse Treatment Services to provide existing, mandated county drug and alcohol treatment and prevention programs, extending the contract through FY 2013-14 for an additional \$2,426,681 (no net County cost) and an amended total of \$10,921,192 over the now four-year term, and authorize the Chair to sign subsequent amendments.

**BACKGROUND:**

The California Department of Alcohol and Drug Programs (ADP) will transition to the Department of Health Care Services (DHCS) in FY 2013-14. ADP utilizes the Non-Drug Medi-Cal Substance Abuse Treatment Services amended agreement in order to obligate Federal Substance Abuse, Prevention and Treatment Community Block Grant funding, and Federal Drug Medi-Cal (DMC) reimbursement. Other funding, previously a part of the agreement, has been realigned to the County. This amendment specifically extends the time of the contract for one additional year through FY 2013-14, increases the contract amount for FY 2012-13, adds new funding for FY 2013-14, and implements a contingency assignment of this agreement from ADP to DHCS.

Placer County has established a continuum of care with this funding (and the realigned funding) to best meet the substance abuse treatment and prevention needs of its residents. With this funding, the Adult System of Care has established an Alcohol and Other Drug Screening Clinic to annually assist approximately 600 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 1,125 County residents chose local treatment services in order to work on their recovery last year.

This multi-year contract is based upon the Federal Block Grant and anticipated Federal Financial Participation to Drug Medi-Cal. The funding is consistent with the proposed State budget set forth in the Governor's preliminary budget allocation for FY 2013-14. The increased amount of Federal DMC expected in the current fiscal year is \$45,081. The funding for the FY 2013-14 includes \$948,580 of Federal DMC and \$1,433,020 in Block Grant funding. This multi-year contract was reviewed and recommended for approval by the Mental Health, Alcohol, and Drug Advisory Board at its regular meeting on June 24, 2013.

**FISCAL IMPACT:**

This amended, multi-year contract is 100% funded with federal dollars including an increase of \$45,081 for FY 2012-13 and \$2,381,600 for FY 2013-14. The FY 2013-14 amount is included in Department's FY 2013-14 Proposed Budget. This contract is matched with substance abuse penalties and fines in the amount of \$60,780 for FY 2013-14, and requires no County General Fund contribution.

This amendment is on file with Clerk of the Board for review.

