

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

TO: Honorable Board of Supervisors

FROM: Jeffrey S. Brown, M.P.H., M.S.W., Director of Health and Human Services
Maureen F. Bauman, Director of Adult System of Care/Medical Clinics

DATE: July 8, 2014

SUBJECT: Approve Amendment to the Multi-year Non-Drug Medi-Cal Substance Abuse Treatment Services FY 2010-14

ACTION REQUESTED:

1. Approve Amendment #2 to Revenue Agreement Number 12-89193 with California 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, increasing the contract funding for FY 2013-14 by \$269,548 (no net County cost) for an amended total of \$11,190,740 over the four-year term, and authorize the Chair to sign subsequent amendments.

BACKGROUND:

The Department of Health Care Services (DHCS) utilizes the Non-Drug Medi-Cal Substance Abuse Treatment Services amended agreement in order to obligate to Placer County 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 increases the contract amount for FY 2013-14 by \$269,548.

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, 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 over 1,300 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 \$237,145. The funding for the FY 2013-14 includes \$1,185,725 of Federal DMC and \$1,433,088 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 23, 2014.

FISCAL IMPACT:

This amended, multi-year contract is 100 percent funded with federal dollars including an increase of \$269,548 for FY 2013-14. The FY 2013-14 amount is included in Department's FY 2013-14 Final Budget. This contract increase requires no County General Fund contribution.

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

