

**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: March 7, 2006

SUBJECT: Approve Mid-Year Contract Amendments and Changes

ACTION REQUESTED:

Approve the six attached contract amendments totaling \$141,000 necessary to manage substance abuse treatment services for the current fiscal year, and authorize the Chairman of the Board to sign.

BACKGROUND:

The Adult System of Care administers 10 contracts to provide alcohol and drug treatment services. Mid year amendments are required in order to make adjustments based on expenditures in any particular year. The proposed amendments to these 2-year contracts are being sent to you in a group, as was done when the original contracts were approved, in order to process routine amendments and changes. If approved, the group of 6 contract amendments would provide necessary adjustments to existing contracts in the current fiscal year, effective January 1, 2006, to both maximize available funding and respond to increased service needs in critical areas. A list of the actual contracts, types of services, change in dollars and brief explanations is attached. These contracts are being increased due to unspent federal discretionary dollars. Our out-client and residential services are scheduled for competitive RFP (Request for Proposals) process in 2006/07.

In Placer County, many people are living productive, satisfying lives as a result of recovery from alcoholism and drug addiction. Many of these citizens have received the assistance they needed through Placer County's substance abuse treatment programs and services through our 10 contracted substance abuse providers. Annually in Placer County approximately 300 persons are served in our Drug Court and Proposition 36 Program, 200 persons in contracted residential treatment services and 800 persons in contracted out-client treatment services. The current second quarter performance data reflects the Drug Court program has saved 8,030 prison bed days for persons who have successfully completed the drug court program as an alternative to incarceration.

Treatment graduates are more likely to be employed. On average, 30% of Drug Court clients are unemployed when they enter the program, and 80% are employed when they graduate. Drug Court clients who achieve recovery reduce their criminal behavior by 80% creating safer communities. The Proposition 36 program has estimated that 75,650 jail bed days have been saved since the program began in 2001. This estimate was taken from the sentence the graduates might have incurred if they were sentenced instead of receiving treatment through the Proposition 36 program.

Research shows that, with treatment, alcohol-related medical visits and criminal activity decrease while financial self-sufficiency improves. Treatment has proven to be cost effective. Research estimates that for every dollar spent on treatment there are savings of up to 12 dollars in reduced crime and health care costs. The entire community benefits from these programs.

FISCAL IMPACT:

The substance abuse treatment contract amendments represent contract increases funded through existing appropriations in the approved Adult System of Care and Children's System of Care budgets as detailed above. There is no fiscal impact to the County General Fund as a result of these increases.

**Systems of Care Contract Amendments
March 7, 2006**

Contractor	Contract Number	Service	FY2005/06 Amount	Revised FY2005/06	Amount of Amendments	Reason for Amendment
		Substance Abuse Treatment Services	Following review and evaluation of the program trends and program expenditures, contracts have been adjusted to maximize funds (primarily State and Federal dollars) for services. There is no increase in County General Fund.			
Aegis Medical Systems	11872-C	Methadone Treatment	\$663,000	\$673,000	\$10,000	See Above
Community Recovery Resources	11873-C	Perinatal Residential	\$326,629	\$356,629	\$30,000	See Above
New Leaf Counseling Services	11876-B	Out client, Perinatal Residential and Transitional Housing	\$637,000	\$672,000	\$35,000	See Above
Rocklin Community Counseling	11877-C	Out client and Residential	\$417,500	\$431,500	\$14,000	See Above
Substance Abuse Growth and Recovery Institute	11878-C	Out client and Residential	\$439,120	\$471,120	\$32,000	See Above
Sierra Family Services	11913-C	Provides substance abuse treatment, after hour crisis services and Mental Health Services	\$1,844,203	\$1,864,203	\$20,000	Increase funding for substance abuse services and adding a counselor position to the Tahoe region under the CSOC SAMHSA initiative
TOTAL			\$4,327,452	\$4,468,452	\$141,000	

The following contracts with:

SUBSTANCE ABUSE CONTRACTS

- 1. Aegis Medical Systems, Inc.**
- 2. Community Recovery Resources**
- 3. New Leaf Counseling Center**
- 4. Rocklin Community Counseling Center**
- 5. Substance Abuse Growth & Recovery Institute**
- 6. Sierra Family Services**

are on file with the Clerk of the Board for BOS meeting:

March 7, 2006

