

**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:** May 8, 2007

**SUBJECT:** Approve State of California, Department of Alcohol & Drug Programs, Negotiated Net Amount & Drug Medi-Cal Initial Multi-Year Agreement for FY2007/10

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**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 FY2007/10, estimated at \$2,721,484 per fiscal year for a total of \$8,164,452 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 a substantial amount of these services subcontracted to local outclient and residential substance abuse treatment providers. The multi-year contract for FY2007/10 is based upon the State General Fund Drug Medi-Cal funding set forth in the Governor's preliminary budget allocation for FY07/08.

This contract was reviewed and recommended for approval by the Mental Health, Alcohol, and Drug Advisory Board at its regular meeting on April 23, 2007.

**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 FY07/08. These figures are consistent with those budgeted in the proposed FY07/08 County 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 budget. This contract is matched with substance abuse fines and fees, and requires no County General Fund contribution.

The following contract for:

**State of CA. Depart. of  
Alcohol & Drug Programs -  
Negotiated Net Amount &  
Drug Medi-Cal**

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

**May 8, 2007**