



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
Health System



Date: June 11, 2012
Board Meeting Date: July 10, 2012
Special Notice / Hearing: None
Vote Required: Majority

To: Honorable Board of Supervisors

From: Jean S. Fraser, Chief, Health System
Stephen Kaplan, Director, Behavioral Health and Recovery Services

Subject: Second Amendment to the Agreement with the State Department of Alcohol and Drug Programs

RECOMMENDATION:

Adopt a Resolution authorizing a second amendment to the agreement with the State Department of Alcohol and Drug Programs Negotiated Net Amount and Drug Medi-Cal, decreasing the maximum obligation by \$203,567 to a new maximum obligation of \$16,920,708.

BACKGROUND:

On May 25, 2010, your Board approved an agreement with the State Department of Alcohol and Drug Programs (ADP) with combined Negotiated Net Amount (NNA) and Drug Medi-Cal (DMC) funds for the provision of Prevention Services, Perinatal Treatment, Residential and Non- Residential Treatment, Intensive Day Treatment, Treatment Readiness, and DMC Services. This agreement provides a significant source of funding to Behavioral Health and Recovery Services (BHRS) for drug and alcohol prevention and treatment programs.

On February 14, 2012, your Board approved a first amendment to the agreement deleting the FY 2012-13 State allocation and Federal Financial Participation payments for DMC services from this agreement.

DISCUSSION:

The ADP is removing DMC State General Funds, and reducing Bay Area Services Network (BASN) funding in FY 2011-12. Drug Medi-Cal services are funded through 2011 Realignment funds for this fiscal year. There is no net reduction in funding for Drug Medi-Cal services and no reduction of services for FY 2011-12. BHRS has already reduced contract services funded through BASN in anticipation of this reduction. There is no change to the agreement term of July 1, 2010 through June 30, 2013.

The amendment and Resolution have been reviewed and approved by County Counsel as to form.

The agreement contributes to the Shared Vision 2025 outcome of a Healthy Community by promoting wellness and recovery and by providing support to clients in order to maintain abstinence and sobriety. BHRS provides a range of services to promote wellness and recovery. The provision of funding for substance abuse treatment services provided through this agreement contributes to this measure. It is anticipated that 65% of clients will successfully complete all steps of the alcohol and drug treatment program while maintaining sobriety.

PERFORMANCE MEASURE(S):

Measure	FY 2011-12 Estimate	FY 2012-13 Projected
Percentage of clients who successfully complete all steps of the alcohol and drug treatment program while maintaining sobriety.	65%	65%

FISCAL IMPACT:

The term of the amended agreement remains July 1, 2010 through June 30, 2013. The agreement maximum is being decreased by \$203,567 to a new maximum of \$16,920,708. The agreement maximum for FY 2011-12 is decreased by \$203,567 to a new maximum of \$5,496,473. Of that amount, Drug Medi-Cal is being reduced by \$104,648 and the BASN allocation is being reduced by \$98,919. The FY 2012-13 maximum of \$4,986,185, which is the total State allocation and Federal Financial Participation for DMC services, remains the same. This funding has been included in the BHRS FY 2011-12 Adopted Budget. There is no Net County Cost.