

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Behavioral Health	(2) MEETING DATE 1/27/2015	(3) CONTACT/PHONE Cindy Collins: 788-2932	
(4) SUBJECT Request to approve a FY 2014-15 through FY 2016-17 renewal contract with the California Department of Health Care Services in the amount not to exceed of \$7,459,104 to provide funding for Substance Use Disorder Services. All Districts			
(5) RECOMMENDED ACTION It is recommended that the Board approve a FY 2014-15 through FY 2016-17 renewal contract with the California Department of Health Care Services in the amount not to exceed of \$7,459,104 to provide funding for Substance Use Disorder Services.			
(6) FUNDING SOURCE(S) SAPT Federal Drug Medi-Cal	(7) CURRENT YEAR FINANCIAL IMPACT \$2,486,368.00	(8) ANNUAL FINANCIAL IMPACT \$2,486,368.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ___) <input type="checkbox"/> Board Business (Time Est. ___)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input checked="" type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: <u>1/7/2014, 7/22/2014</u>	
(17) ADMINISTRATIVE OFFICE REVIEW			
(18) SUPERVISOR DISTRICT(S) All Districts			

County of San Luis Obispo



TO: Board of Supervisors

FROM: Jeff Hamm, Health Agency Director
Anne Robin, L.M.F.T, Behavioral Health Administrator

DATE: 1/27/2015

SUBJECT: Request to approve a FY 2014-15 through FY 2016- 2017 renewal contract with the California Department of Health Care Services in the amount not to exceed of \$7,459,104 to provide funding for Substance Use Disorder Services. All Districts

RECOMMENDATION

It is recommended that the Board approve a FY 2014-15 through FY 2016- 2017 renewal contract with the California Department of Health Care Services in the amount not to exceed of \$7,459,104 to provide funding for Substance Use Disorder Services.

DISCUSSION

The California Department of Health Care Services (DHCS) allocates State and Federal funding to counties for substance abuse prevention, treatment and recovery services through its Multi-Year Contract for Substance Use Disorder (SUD) Services.

The contract covers a three year period starting in July 1, 2014 and ending on June 30, 2017 and includes annual contract amendments reflecting changes in funding. In previous years, SUD contracts were issued through the State Department of Alcohol and Drug Programs. In FY 2013-14, the final transfer of all SUD contract components and responsibilities including Drug Medi-Cal (DMC) services were transferred to the Department of Health Care Services.

The funding components contained within the SUD contract include:

1. Substance Abuse Prevention and Treatment (SAPT) Block Grant for the purpose of planning, carrying out and evaluating activities to prevent and treat substance abuse. The categories within this funding component include;
 - a. SAPT Discretionary: provides funds for needed substance use disorder treatment, prevention and recovery services, including services to specific populations to include youth and pregnant and parenting women.
 - b. Primary Prevention Set-Aside: provides funds for primary prevention services defined as strategies, programs and services directed at individuals who have not been determined to require treatment for substance use disorder.
 - c. Friday Night Live set-aside: Provides funds for the Friday Night Live (FNL) youth program aimed at high school youth and designed to prevent alcohol and other drug use.
 - d. HIV set-aside: provides funds for appropriate pre-post testing counseling and testing, testing for HIV and other infectious diseases such as Hepatitis C, HIV/AIDS education and screening to determine appropriate therapeutic measures for clients participating in substance use disorder treatment programs.
 - e. Perinatal set-aside: provides funds for women and their children specific services for treatment and recovery from alcohol and other substance use disorders.
 - f. Adolescent and Youth Treatment Program: funds provide comprehensive, age appropriate substance use disorder services to youth.
2. Drug Medi-Cal (DMC) benefits through the utilization of federal and state funds available pursuant to Title XIX and Title XXI of the Social Security Act for reimbursable services rendered by certified DMC providers. This includes the

Intensive Outpatient Treatment programs provided by County Staff and a Narcotic Treatment Provider (NTP) (Aegis Treatment Centers, LLC) for opiate withdrawal and treatment services.

The three-year contract provides funding in the amount of \$7,459,104 and covers services for FY 2014-15, FY 2015-16 and FY 2016-17. The amount for each fiscal year is set at \$2,486,368. Annual amendments reflecting changes in Drug Medi-Cal and Substance Abuse Prevention and Treatment (SAPT) Block Grant funds are received from the Department of Health Care Services each year and presented to the Board.

Under a separate staff report, the Department will be including a corresponding three year agreement with Aegis Treatment Centers, LLC to provide access to Drug Medi-Cal funding through this State Agreement to provide Narcotic Treatment Program (NTP) therapy services.

The Department received the contract from the State in late October. Due to the timing of when the Department received the contract, the Department is requesting approval midway through the fiscal year.

OTHER AGENCY INVOLVEMENT/IMPACT

County Counsel has approved the contract as to form and legal effect.

FINANCIAL CONSIDERATIONS

The overall three year renewal contract allocates a total of \$7,459,104 of equal amounts over the three year period.

FY 2014-15	\$2,486,368
FY 2015-16	\$2,486,368
<u>FY 2016-17</u>	<u>\$2,486,368</u>
Total	\$7,459,104

Each year's annual allocation of \$2,486,368 for the various programs are listed below. The amounts listed below are for FY 2014-15. Each year of the renewal contract through FY 2016-17 has the same distribution amount listed below:

FY 2014-15 Annual Allocation:

- SAPT Block Grant
- Discretionary -\$992,178
- Adolescent/Youth Treatment - \$177,296
- Friday Night Live/Club Live - \$30,000
- Primary Prevention Set Aside - \$313,072
- HIV Set Aside - \$30,707
- Perinatal Set Aside - \$72,596

Drug Medi-Cal - \$870,519

Total: \$2,486,368

As referenced above, the Behavioral Health Department, under a separate staff report, will require the approval of a budget adjustment for FY 2014-15 of expense and revenue associated with our Narcotic Treatment Provider (NTP) in order to access Drug Medi-Cal funding for Medi-Cal beneficiaries. The approval of this agreement does not affect the level of General Fund support required by the Department.

RESULTS

This contract is an important funding source to the Behavioral Health Department to provide substance abuse prevention, treatment and recovery services. Outcomes of these programs are articulated in the Department's Performance Measures which are a part of the county budget process. These performance measures include measurable impacts of treatment on recovery, high rates of client satisfaction, and penetration rate of prevention services on the general population.

1. Ninety seven percent (97%) of approximately 850 substance abuse treatment clients will demonstrate reduced or eliminated alcohol and other drug use as well as maintenance of their sobriety upon completion of their treatment program with the Drug and Alcohol Services Division.
2. Ninety one percent (91%) of substance abuse treatment clients will state overall satisfaction with Treatment Programs as measured by the client satisfaction survey at the levels of "Very Satisfied" or "Extremely Satisfied".
3. Ten percent (10%) of the county's population will be reached through substance abuse prevention services.

The funds received through the State's Multi-Year Contract for Substance Use Disorder (SUD) Services help the County Behavioral Health Department achieve its mission of promoting safe, healthy, responsible and informed choices concerning alcohol and other drugs through programs responsive to community needs. That mission contributes to efforts to achieve the desired community wide result of both a "Healthy Community" and a "Safe Community".

ATTACHMENTS

1. Attachment 1 - Standard Agreement
2. Attachment 2 - Exhibit A - Scope of Work
3. Attachment 3 - Exhibit A - Attachment 1 - Program Specifications
4. Attachment 4 - Exhibit B - Budget Detail
5. Attachment 5 - Exhibit B - Attachment 1 - Funding Amounts
6. Attachment 6 - Exhibit C - General Terms and Conditions GTC-610
7. Attachment 7 - Exhibit D (F) - Special Terms and Conditions
8. Attachment 8 - Exhibit E - Additional Provisions
9. Attachment 9 - Exhibit G - Privacy and Information Security
10. Attachment 10 - Exhibit G - Attachment 1 - Social Security Administration Agreement