



Agenda Date: 5/24/2005
Agenda Placement: 6D

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors
FROM: Shelli Brobst for Randolph F. Snowden - Director
Health & Human Services
REPORT BY: Shelli Brobst, Contracts Analyst, 253-4720
SUBJECT: Amendment No. 1 to Agreement No. 3579 with the Department of Alcohol and Drug Programs

RECOMMENDATION

Director of Health and Human Services requests approval of and authorization for the Chair to sign Amendment No. 1 to Agreement No. 3579 with the California Department of Alcohol and Drug Programs decreasing the amount of revenue by \$92,658 for a new maximum of \$1,218,431 for Fiscal Year 2004-2005.

EXECUTIVE SUMMARY

This multi-year revenue agreement provides State and Federal funding for most of the Health and Human Services Agency's alcohol and drug programs. The agreement, which covers both Drug Medi-Cal and non-Drug Medi-Cal clients, includes funding for outpatient treatment, residential treatment and prevention services. Amendment No. 1 decreases the maximum contract amount from \$1,311,098 in Fiscal Year 2003-2004 to \$1,218,431 in Fiscal Year 2004-2005. This decrease is due to the absence in Fiscal Year 2004-2005 of one-time funding that was available to the County in Fiscal Year 2003-2004.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Substance Abuse Services
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	This revenue agreement provides funding for substance abuse services in the County. There is a small required county match (approximately \$18,000 per year), which is included in the County's budget.
Is the general fund affected?	Yes

Future fiscal impact: This is a multi-year agreement terminating in Fiscal Year 2007-2008.

Consequences if not approved: The contract maximum will be too high.

Additional Information:

ENVIRONMENTAL IMPACT

There is no Environmental Impact for this item.

BACKGROUND AND DISCUSSION

Agreement No. 3579 (referred to as the "Negotiated Net Amount" or NNA agreement) provides most of the state and federal funding for the Substance Abuse Services Programs provided by the Health and Human Services Agency. The NNA agreement is a multi-year agreement. Normally the County receives an initial "placeholder" NNA agreement ("Amendment No. 1") from the State midway through the fiscal year. The State regularly updates allocation numbers and provides them to the County so that the actual allocations can be accounted for in the County budget. The final changes to the NNA budget and any additional allocations are reflected in the form of an amendment to the NNA multi-year agreement ("Amendment No. 2") that occurs after the fiscal year is over. This year, however, the State is providing only one agreement.

Amendment No. 1 decreases the maximum contract amount from \$1,311,098 in Fiscal Year 2003-2004 to \$1,218,431 in Fiscal Year 2004-2005. This decrease is due to the absence of one-time perinatal and discretionary funds that were available only in Fiscal Year 2003-2004.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Meegan Condon