



A Tradition of Stewardship  
A Commitment to Service

Agenda Date: 5/9/2017

Agenda Placement: 6E

## NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

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**TO:** Board of Supervisors

**FROM:** JoAnn Melgar for Howard Himes - Director  
Health & Human Services Operations

**REPORT BY:** JoAnn Melgar, Staff Services Analyst II - 707-253-4722

**SUBJECT:** Amendment No. 6 to Revenue Agreement with the California Department of Health Care Services  
(Substance Use Disorder Services)

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### **RECOMMENDATION**

Director of Health and Human Services requests approval of and authorization for the Chair to sign Amendment No. 6 to Agreement No. 170536B-17 with the California Department of Health Care Services for the term July 1, 2016 through June 30, 2017 increasing the amount by \$76,411 for a new maximum of \$3,443,120 and modifying the terms and conditions and identifying changes in Exhibit B Attachment I A6 - Funding Amounts to provide funding for outpatient treatment, residential treatment and prevention services for Drug Medi-Cal and non-Drug Medi-Cal clients.

### **EXECUTIVE SUMMARY**

On January 6, 2015, the Board approved a multi-year (2014-2017) revenue agreement with the Department of Health Care Services to provide state and federal funding for most of the County's alcohol and drug services programs. The effective date of this amendment is July 1, 2016. Further adjustments to this agreement are attributed to a change in designee status of California for the Substance Abuse Prevention and Treatment Block Grant (SABG) HIV Early Intervention Services (EIS) set-aside for FFY2016. Further adjustments to this agreement are due to a \$76,411 increase in the Drug Medi-Cal Federal Share from \$123,113 to \$199,524.

Staff received notification from the State regarding this amendment in March 2017.

### **FISCAL IMPACT**

Is there a Fiscal Impact?                      Yes

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Is it currently budgeted?	Yes
Where is it budgeted?	Health & Human Services Alcohol & Drug Services
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	This agreement is discretionary in that Napa County may choose not to accept the state and federal revenue that funds a large portion of Napa County's Alcohol and Drug Services programs.
Is the general fund affected?	No
Future fiscal impact:	This is a multi-year agreement that ends on June 30, 2017.
Consequences if not approved:	If this amendment is not approved, the terms of Napa County's Substance Use Disorder Services (SUDS) contract will be inconsistent with the state and federal allocations.
Additional Information:	

**ENVIRONMENTAL IMPACT**

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

**BACKGROUND AND DISCUSSION**

The Substance Use Disorder Services (SUDS) contract (formerly referred to as the Net Negotiated Amount [NNA] agreement under the former Department of Alcohol and Drug Programs), provides most of the state and federal funding for the substance abuse services delivered by Napa County Health and Human Services Agency.

The SUDS agreement is a multi-year revenue agreement and the funding is based on allocations identified in the State Budget Act. The proposed amendment to this agreement for the period of July 1, 2016 through June 30, 2017 increases the maximum amount of the agreement by \$76,411.

Further adjustments to this agreement are due to a \$76,411 increase in the Drug Medi-Cal Federal Share from \$123,113 to \$199,524.

**SUPPORTING DOCUMENTS**

None

CEO Recommendation: Approve

Reviewed By: Bret Prebula