



A Tradition of Stewardship  
A Commitment to Service

Agenda Date: 6/2/2015

Agenda Placement: 6F

## NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

---

**TO:** Board of Supervisors

**FROM:** Shelli Brobst for HOWARD HIMES - Director  
Health & Human Services Administration

**REPORT BY:** Shelli Brobst, Contracts Manager - 253-4720

**SUBJECT:** Renewal of Revenue Agreement with the California Department of Health Care Services  
(Substance Use Disorder Services)

---

### **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 Health Care Services increasing the amount by \$81,331 for a new maximum of \$3,165,139 to provide additional 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. Approval of the recommended amendment will allow the County to accept additional funding to provide residential treatment, outpatient treatment, and prevention services, which covers both Drug Medi-Cal and non-Drug Medi-Cal clients.

### **FISCAL IMPACT**

Is there a Fiscal Impact?	Yes
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) agreement with the Department of Health Care Services 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 (2014-2017) and the funding is based on the allocations identified in the Budget Act.

The Agreement includes discretionary funds that can be used for a variety of substance abuse services, Drug Medi-Cal funds that support narrowly defined outpatient treatment services for Medi-Cal eligible clients, and categorical funds that can only be spent on specific services and/or clients. The categorical funds can be used for prevention services, services for pregnant or parenting women, services for parolees, youth treatment, and HIV early intervention services for clients engaged in treatment.

Approval of the recommended amendment increases the maximum amount by \$81,331 from \$3,083,808 to \$3,165,139. The additional funds represent an increase to the allocation the State estimates Napa County will bill the Drug Medi-Cal program for alcohol and drug services delivered during Fiscal Year 2014-2015. Napa County will only be reimbursed for the cost of alcohol and drug services delivered to Drug Medi-Cal eligible clients up to the total amount of the allocation.

### **SUPPORTING DOCUMENTS**

None

CEO Recommendation: Approve

Reviewed By: Leanne Link