



A Tradition of Stewardship  
A Commitment to Service

Agenda Date: 9/9/2014

Agenda Placement: 7F

## NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

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**TO:** Board of Supervisors

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

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

**SUBJECT:** Amendment to Agreement No. 3579 with the Department of Health Care Services (FY 2013-2014)

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### **RECOMMENDATION**

Director of Health and Human Services requests approval of and authorization for the Chairman to sign Amendment No. 2 to Revenue Agreement No. 3579 with the Department of Health Care Services increasing the amount for Fiscal Year 2013-2104 by \$23,867 for a new multi-year maximum of \$4,906,118 and updating the general terms and conditions, the budget and the funding conditions for non Medi-Cal and Medi-Cal services.

### **EXECUTIVE SUMMARY**

The current four-year revenue agreement (2010-2014) with the State's Department of Health Care Services provides state and federal funding for most of the Napa County Health and Human Services Agency's alcohol and drug programs. The agreement includes Drug Medi-Cal revenue, State General Fund revenue and Federal Substance Abuse Prevention and Treatment (SAPT) block grant funding for outpatient treatment, residential treatment, and prevention services for both Drug Medi-Cal and non-Drug Medi-Cal clients. Approval of the requested action increases the Fiscal Year 2013-2014 amount by \$23,867 for a new Fiscal Year 2013-2014 maximum of \$1,088,517, (a total multi-year amount of \$4,906,118) and updates the budget, general terms and conditions and the funding conditions for non Medi-Cal and Medi-Cal services.

### **FISCAL IMPACT**

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes

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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:	The agreement terminated on June 30, 2014.
Consequences if not approved:	If the amendment is not approved the terms of Napa County's Net Negotiated Amount (NNA) Agreement 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**

Agreement No. 3579, referred to as the Substance Use Disorder Services (SUDS) contract, (formerly referred to as the Net Negotiated Amount (NNA) agreement), is a multi-year revenue agreement (2010-2014) that provides most of the state and federal funding for the substance abuse services delivered by Napa County Health and Human Services Agency. The County receives the SUDS agreement for the current fiscal year (referred to as Amendment No. 2) from the State midway through the fiscal year. The yearly funding is based on the allocations identified in the Budget Act. The State provides the yearly funding on a monthly basis before Amendment No. 2 is approved to ensure that counties have sufficient revenue to operate their programs.

The purpose of this amendment is to: 1) modify the General Terms and Conditions; 2) Increase the contract amount for FY 2013-2014 by \$23,867; 3) Amend the multi-year maximum funding amount from \$4,882,251 to \$4,906,118; and 4) Revise the substance use disorder budget and funding conditions for non Drug Medi-Cal and Drug Medi-Cal treatment program services.

### **SUPPORTING DOCUMENTS**

None

CEO Recommendation: Approve

Reviewed By: Karen Collins