

October 20, 2015

Board of Supervisors
County of Ventura
800 South Victoria Avenue
Ventura, CA 93009

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Hospital Replacement Wing
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Rigoberto Vargas, MPH
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SUBJECT: Ratification of, Approval of, and Authorization for the Ventura County Behavioral Health Department (VCBH) Director or Designee to Sign the State of California Standard Agreement #14-90115 Amendment A02 for Substance Use Disorder Services with the Department of Health Care Services (DHCS), Increasing the Agreement by \$3,207,494 for the Period July 1, 2015 Through June 30, 2016.

RECOMMENDATION:

Ratification of, approval of, and authorization for the VCBH Director or designee to sign the State of California Standard Agreement #14-90115 Amendment A02 for substance use disorder (SUD) services with the DHCS (Exhibit 1), increasing the agreement by \$3,207,494 for the period July 1, 2015 through June 30, 2016, and the three-year (FY 2014-15 through FY 2016-17) total maximum amount from \$24,806,594 to \$28,014,088.

REASON FOR RATIFICATION:

The revised Standard Agreement Amendment was received the middle of September 2015, and is being presented at the earliest possible date for approval and execution.

FISCAL/MANDATES IMPACT:

ADP BU# 3220

Mandatory: No [X] Yes [] Cite Authority:

Source of Funding: Substance Abuse Prevention and Treatment (SAPT) Block Grant-93.959, Federal Drug Medi-Cal Funds-93.778, State General Fund

Funding Match Required: 1:9 ratio of State General Fund (SFG), (excluding SFG used for Drug Medi-Cal (DM/C), County General Fund

Impact on Other Department(s): None

	<u>2015-2016</u>	<u>2016-2017</u>
Summary of Revenue and Total Costs		
Revenue:	\$3,207,494*	\$7,273,116**
Costs:		
Direct Cost	\$3,207,494	\$7,273,116
Indirect - Dept.	\$ -0-	\$ -0-
Total Costs	\$3,207,494	\$7,273,116
Net County Costs	\$ -0-	\$ -0-
Recovered Indirect Cost:	\$ -0-	\$ -0-

*The Fiscal Year (FY) 2015-16 amount represents the amount of the increase.

** The FY 2016-17 amount represents the projected amount for the entire year of services.

FY 2015-2016 Adopted Budget for Alcohol and Drug Program Services BU# 3220				
	Adopted Budget	Adjusted Budget	Projected Actual	Estimated Savings/(Deficit)
Appropriations	\$18,269,426	\$18,269,426	\$18,269,426	\$0
Revenue	\$17,719,426	\$17,719,426	\$17,719,426	\$0
Net Cost	\$550,000	\$550,000	\$550,000	\$0

Note Sufficient appropriations and revenues are available in the FY 2015-16 Adopted Budget for Budget Unit 3220.

DISCUSSION:

The State DHCS multi-year Standard Agreement is the established mechanism that allows the County to receive Federal and State allocated funds for Substance Use Disorder (SUD) services provided by community-based providers and County staff. The County uses these funds to support a wide variety of services, such as individual and group treatment, day treatment, parenting skills training for adults and adolescents, short and long-term residential recovery, early intervention, prevention, and education programs, including County-operated and sub-contracted programs, modalities, and services. For the Drug Medi-Cal (DM/C) funding component, community-based organizations that are certified by the State DHCS as DM/C providers contract with the County which acts as a pass-through entity for related federal and state funding. Periodically, the Agreement is amended to account for unexpended state funds reallocated from prior years, and/or to increase/decrease DM/C allocations determined by an updated projection of units of service provided throughout the year.

Under realignment, the Fiscal Year (FY) 2011-12 state budget and accompanying law (Chapter 40, Statutes of 2011 [Assembly Bill (AB) 118] and Chapter 13, Statutes of 2011, First Extraordinary Session [ABX1 16]) moved funding for SUD programs from

the State to local governments to meet local community needs and priorities. The County of Ventura now receives funding for its SUD services through two allocation methods---the State DHCS Agreement (SAPT Block Grant and D/MC) and realignment funding (instead of direct allocation).

VCBH recommends ratification, approval, and authorization for the VCBH Director or designee to sign the State of California Standard Agreement #14-90115 Amendment A02 for SUD services with the State DHCS, increasing the agreement by \$3,207,494 for the period July 1, 2015 through June 30, 2016, and the three-year (FY 2014-15 through FY 2016-17) total maximum amount from \$24,806,594 to \$28,014,088.

This Board Letter has been reviewed by the County Executive Office, Auditor-Controller's Office, County Counsel, and Behavioral Health Advisory Board. If you have any questions regarding this item, please contact Elaine Crandall at 981-1881.



ELAINE CRANDALL
Behavioral Health Director



BARRY R. FISHER, MPPA
Health Care Agency Director

Attachment:
Exhibit 1 – Standard Agreement Amendment