

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



FROM: Department of Mental Health

SUBMITTAL DATE:
April 18, 2006

SUBJECT: Ratify the First Amendment for the FY 2005/2006 Negotiated Net Amount Drug Medi-Cal Agreement with the State Department of Alcohol and Drug Programs & Budget Adjustment.

RECOMMENDED MOTION: Move that the Board of Supervisors:

1. Ratify the First Amendment for the FY 2005/2006 Net Negotiated Amount Drug/Medi-Cal Agreement with the State Department of Alcohol and Drug Programs (ADP);
2. Approve the Resolution authorizing the Chairman of the Board to sign the Standard Agreement Amendment; and
3. Approve and direct the Auditor Controller to make the Budget adjustments as shown on Attachment A.

BACKGROUND: On June 8, 2004, item 3.34, the Board approved a three (3) year contract from FY 2004/2005 through 2007/2008 for the Net Negotiated Amount (NNA) of the Medi-Cal and Non-Medi-Cal funded County Substance Abuse Program. This is the first amendment to the FY 2005/2006 portion of the agreement with the State.

Continue on page 2....

THIS AMENDMENT HAS BEEN FORM APPROVED BY THE OFFICE OF COUNTY COUNSEL.

JW:SL

Jerry Wengerd

Jerry Wengerd, Director
Department of Mental Health

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 234,686	In Current Year Budget:	NO
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	YES
	Annual Net County Cost:	N/A	For Fiscal Year:	2005/06

SOURCE OF FUNDS: Federal 5.88%; State 47.06%; Medi-Cal 47.06%	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input checked="" type="checkbox"/>

C.E.O. RECOMMENDATION: **APPROVE**
Lisa Brandell

County Executive Office Signature

FISCAL PROCEDURES APPROVED
ROBERT E. BYRD, Auditor-Controller
BY: *Bob* 5/1/06
Department Deputy Incurrence

Policy Policy
Consent Consent

Dep't Recomm.:
Per Exec. Ofc.:

Prev. Agn. Ref.: 3.34 of 6/8/04 | District: All | Agenda Number: **3.16**
ATTACHMENTS FILED WITH THE CLERK OF THE BOARD

JUNE 17, 2006 - 3:11:58 PM
RECEIVED RIVERSIDE COUNTY

SUBJECT: Ratify the First Amendment for the FY 2005/2006 Negotiated Net Amount Drug Medi-Cal Agreement with the State Department of Alcohol and Drug Programs.

BACKGROUND CONT'D

Beginning with FY 1998/99, a three-year contract through FY 2000/01 was implemented which contains preliminary allocations based on the Governor's Budget. The State's goal is to streamline the contract process to facilitate the implementation of AB 2071 and at the same time, maintain the services and funding level with as little interruption as possible. AB 2071, which was chartered as AB 1027 on September 29, 1996, provided administrative restructuring of procedural changes imposed upon the State Department of Alcohol and Drug Programs. One of these procedural changes was to process the initial contract by July 1st of each year. After the initial contract, the State issues subsequent contract amendments, which contain the detailed budget at the modality, service code, and provider level. Amendments are based on each County's actual need for funding.

Services are provided to Medi-Cal beneficiaries and consumers of Riverside County's Substance Abuse Program. Eligible services include: Prevention, Outpatient Drug Free, Narcotic Treatment Program, Day Care Habilitative, Perinatal and Residential Services.

FINANCIAL IMPACT

FY 2005/06 contract amendment comparison is based on Federal/State allocation:

Allocations	Amounts
(05/06) Preliminary V.1	\$14,016,254
(05/06) V.1	\$14,250,940
Increase FY 05/06 Allocation (V.1 vs. V.1)	\$234,686

The FY 2005/06 V.1 Amendment reflects an increase in State General Funds of \$110,439; an increase in Federal Block Grant Funds of \$13,808; and an increase in Medi-Cal FFP funds of \$110,439, for a total increase amount of \$234,686. No Additional County Funds are required

The period of performance for this amendment is July 1, 2005 through June 30, 2006.

JUSTIFICATION FOR DELAY

The Department of Mental Health submitted the estimated V.1 budget for FY 05/06 to the State on September 12, 2005. The State finalized its budget allocations for FY 2005/06 in April 2006 resulting in the First Amendment that is now being submitted to the Board for approval.

RIVERSIDE COUNTY DEPARTMENT OF MENTAL HEALTH
SUBSTANCE ABUSE PROGRAM
ATTACHMENT A
FY 05/06

Increase Appropriations:

10000-4100500000-530280	Private Care Provider	\$234,686
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Increase Estimated Revenues:

10000-4100500000-751400	Medi-Cal Match	\$110,439
10000-4100500000-767180	Fed-Medi-Cal-FFP	\$110,439
10000-4100500000-767200	Fed-Block Grants	\$13,808