

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

222



**FROM:** Department of Mental Health

**SUBMITTAL DATE:**  
July 31, 2006

**SUBJECT:** Ratify the Second Amendment (V.2) to 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 Second Amendment to the FY 2005/2006 Net Negotiated Amount Drug/Medi-Cal Agreement with the State Department of Alcohol and Drug Programs (ADP); and
2. Approve the Resolution authorizing the Chairman of the Board to sign the Standard Agreement Amendment.

**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. On May 9, 2006, item 3.16, the Board of Supervisors approved the First Amendment (V.1) to the aforementioned contract, and this is the Second Amendment (V.2) to the FY 2005/2006 portion of the agreement with the State.

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

JW:SL

*Jerry Wengerd*  
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Jerry Wengerd, Director  
Department of Mental Health

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$0	In Current Year Budget:	YES
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	NO
	Annual Net County Cost:	N/A	For Fiscal Year:	2005/06
<b>SOURCE OF FUNDS:</b> Federal 70.04%, State 19.34%; Medi-Cal 9.99%; County 0.63%			<b>Positions To Be Deleted Per A-30</b>	<input type="checkbox"/>
			<b>Requires 4/5 Vote</b>	<input type="checkbox"/>

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

**County Executive Office Signature**

*Lisa Brandell*

Policy  Policy  
Consent  Consent  
Consent  Consent  
Consent  Consent

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

**Prev. Agn. Ref.:** 3.34 of 6/8/04, 3.16  
5/9/06

**District:** All

**Agenda Number:**

ATTACHMENTS FILED  
WITH THE CLERK OF THE BOARD

**3 . 5 1**

Departmental Concurrence

**SUBJECT:** Ratify the Second Amendment (V.2) 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. On September 29, 1996, AB 2071 provided administrative procedural changes with the State Department of Alcohol and Drug Programs. One of these procedural changes was to process the initial contract by July 1<sup>st</sup> of each year. After the initial contract, the State issues subsequent contract amendments, which contain the detailed budget, 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. Modes of service are: 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:

<b>Allocations</b>	<b>Amounts</b>
(05/06) Preliminary V.1	\$14,250,940
(05/06) V.2	\$14,156,022
<b>Decrease FY 05/06 Allocation (V.1 vs. V.2)</b>	<b>(\$94,918)</b>

The FY 2005/06 Second Amendment (V.2) reflects a decrease of \$94,918 in overall Federal SAPT Block Grant Funds, which includes the following: 1) A \$645 decrease in Female Offender Treatment Services funding 2) A \$64,464 decrease in SAPT Discretionary funding 3) A \$1,166 decrease in SAPT Adolescent/Youth Treatment Program funding 4) A \$22,582 decrease in SAPT Primary Prevention Set-Aside Funding and 5) A decrease of SAPT HIV Set-Aside of \$6,061 funding. 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.2 budget for FY 05/06 to the State on May 1, 2006. The State finalized its budget allocations for FY 2005/06 in July 2006 resulting in the Second Amendment (V.2), which was received for processing in late July 2006.

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2 **RESOLUTION 2006-338**

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4 **BE IT RESOLVED** by the Board of Supervisors of the County of  
5 Riverside, State of California, in regular session assembled on August 29, 2006, that  
6 the Chairman of the Board is authorized and directed to execute on behalf of Riverside  
7 County the State of California Standard Agreement No. NNA33, Amd. 2 (05/06)  
8 dated July 10, 2006 between the County of Riverside and the Department of Alcohol  
9 and Drug Program (ADP), providing for: Paragraph 3 of the contract face sheet is  
10 amended to decrease the FY2005/06 contract amount by \$94,918 for a new  
11 FY2005/06 total amount of \$14,156,022; Paragraph 4 of the contract face sheet is  
12 amended to add the following documents: Exhibit A-1, Fiscal Allocation Detail,  
13 Budget V.2; County Prevention and Treatment Programs Fiscal Summary and  
14 corresponding budget detail forms, FY 2005/06. The effective date of this  
15 amendment is July 1, 2005. All other terms and conditions shall remain the  
16 same.  
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