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

**FROM:** Department of Mental Health

**SUBMITTAL DATE:**  
June 04, 2007

**SUBJECT:** Approval of the State Substance Abuse Combined Negotiated Net Amount and Drug Medi-Cal Contract Agreement (07-NNA33) for FY 2007/2008 through FY 2009/2010; and adopt Resolution No. 2007-283.

**RECOMMENDED MOTION:** Move that the Board of Supervisors:

1. Approve the State Substance Abuse Combined Negotiated Net Amount and Drug/Medi-Cal Contract Agreement (07-NNA33) for FY 2007/2008 through FY 2009/2010;
2. Authorize the Chairman of the Board to sign the Contract Agreement; and
3. Adopt Resolution No. 2007-283, authorizing the execution of this Contract Agreement.

**BACKGROUND:** On June 8, 2004, Agenda Item 3.34, the Board of Supervisors approved, for the third time, the State Substance Abuse Combined Negotiated Net Amount and Drug/Medi-Cal Agreement (07-NNA33) for FY 2004/2005 through FY 2007/2008 for Medi-Cal and non-Medi-Cal funded Substance Abuse Program services for a three-year period. The Department of Alcohol and Drug Programs (ADP) provided an additional 12 months, to June 30, 2008, to ensure all service expenses have been captured from the previous fiscal year. This NNA contract sets the cost per unit rate for State funding of Alcohol and Drug services and includes the required County match.  
(Continued on page 2)

JW:SL

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

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$15,074,897	In Current Year Budget:	YES
	Current F.Y. Net County Cost:	\$90,408	Budget Adjustment:	NO
	Annual Net County Cost:	\$90,408	For Fiscal Year:	2007/2008

<b>SOURCE OF FUNDS:</b>	Federal 66.42%	State 20.91%	<b>Positions To Be Deleted Per A-30</b>	<input type="checkbox"/>
	Medi-Cal 12.07%	County 0.60%		
<b>APPROVE</b>			<b>Requires 4/5 Vote</b>	<input type="checkbox"/>

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

BY: *Debra Cournoyer*  
 Debra Cournoyer

**County Executive Office Signature**

Policy  
 Policy  
 Consent  
 Consent

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

Prev. Agn. Ref.: 3.34 of 06/08/2004 | District: ALL | Agenda Number:

**SUBJECT:** Approval of the State Substance Abuse Combined Negotiated Net Amount and Drug Medi-Cal Agreement (07-NNA33) for FY 2007/2008 through FY 2009/2010.

**BACKGROUND (cont'd):**

The State has streamlined the contract process as a result of the implementation of AB 2071. This bill required procedural changes imposed upon the ADP. One of these changes is 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 at the modality, service code, and provider level.

The DOMH will receive an initial allocation from the State of \$14,984,489 in FY 2007/2008. The County's required match of \$90,408 is added to the State's contract maximum for a total program cost of \$15,074,897. These figures are typically amended twice through Amendments to the contract.

Services will be 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, and Residential Service.

**PERFORMANCE PERIOD:**

The performance period for this agreement is July 1, 2007 through June 30, 2010. However, State ADP provides an additional 12 months, to June 30, 2011 to claim for services, to ensure all expenses have been captured from the previous fiscal year.

**FINANCIAL IMPACT:**

This Combined Negotiated Net Amount and Drug/Medi-Cal Agreement for FY 2007/2008 through FY 2009/2010 will be funded with 20.91% State, 66.42% Federal, 12.07% Medi-Cal and .60% County funds. There are sufficient funds in the Department's budget to provide for the required County match. No additional County funds are required.

2 RESOLUTION No. 2007-283

3 A RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF  
4 RIVERSIDE AUTHORIZING THE CHAIRMAN OF THE BOARD OF SUPERVIORS TO  
5 APPROVE AND EXECUTE THE COMBINED NEGOTIATED NET AMOUNT AND  
6 DRUG MEDI-CAL AGREEMENT FOR FY 2007/2008 THROUGH FY 2009/2010 WITH  
7 THE STATE DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS.

8 WHEREAS, State Alcohol and Drug Programs (ADP) streamlined the contract  
9 process as a result of the implementation of AB 2071.

10 WHEREAS, AB 2071 provided administrative changes imposed upon ADP.

11 WHEREAS, in FY 2004/2005, the State Department of Alcohol and Drug  
12 Programs issued to the Department of Mental Health a (3) three-year contract for FY  
13 2004/2005 through FY 2007/2008 for the Negotiated Net Amount (NNA) of the Medi-cal  
14 and Non-Medical funded County Substance Abuse Program.

15 WHEREAS, ADP has issued to the County of Riverside Department of Mental  
16 Health a (3) three-year contract agreement for FY 2007/2008 through 2009/2010 for  
17 services to be provided to Medi-Cal beneficiaries and consumers of Riverside County's  
18 Substance Abuse Program;

19 WHEREAS, An additional 12 months, to June 30, 2011, to ensure all services  
20 expenses have been captured; and

21 NOW, THEREFORE, BE IT RESOLVED, FOUND, DETERMINED AND  
22 ORDERED by the Board of Supervisors of the County of Riverside, in regular session  
23 assembled on June 12, 2007, does hereby, resolve, find, determine and order as  
24 follows:

25 Section 1. The County of Riverside Board of Supervisors approves and  
26 authorizes the Chairman of the Board to execute the Combined NNA Agreement for FY  
27 2007/2008 through FY 2009/2010.

1 Section 2. The County agrees to the terms and conditions for receipt of the  
2 funds.

3 ADOPTED, SIGNED AND APPROVED this 12<sup>th</sup> day of June 2007, by the Board  
4 of Supervisors of the County of Riverside.

5 \_\_\_\_\_  
6 Chairman of the Board of Supervisors  
7

8 ATTEST:

9 Nancy Romero

10 Clerk to the Board of Supervisors  
11

12  
13 By: \_\_\_\_\_

14 Deputy

FORM APPROVED  
COUNTY COUNSEL

JUN 14 2007

*Laura R. McNamara*

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