STATE OF CALIFORNIA-HEALTH AND HUMAN SERVICES AGENCY GRAY DAVIS, *Governor*

DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS
1700 K STREET
SACRAMENTO, CA 95814-4037
TDD (916) 445-1942
(916) 322-7012

ADP BULLETIN

Title

FISCAL YEAR 2000-01 GOVERNOR'S (PRELIMINARY) BUDGET ALLOCATION

Deputy Director Approval (signed by) Gloria J. Merk II Program Operations Division	Function [ ]Information Management [ ]Quality Assurance [ ]Service Delivery [X]Fiscal [ ]Administration	Issue Date: February 22, 2000 Expiration Date: Until Notified Issue No. 00-04 Supersedes Bulletin/ADP Letter No.

PURPOSE

This bulletin transmits the Fiscal Year (FY) 2000-01 Governor's (Preliminary) Budget Allocation to counties for informational and planning purposes. All State and federal funds to be allocated are contingent upon enactment of the FY 2000-01 Budget Act, federal appropriations and executed State/County contracts.

DISCUSSION

The enclosed funding information for alcohol and other drug services conveys statewide and county-specific information based on the Governor's proposed budget. Adjustments may be made during the legislative process and such changes will be reflected in the Budget Act Allocation.

Major changes pertaining to the FY 2000-01 allocation are:

- Beginning with FY 2000-01, the Department will start tracking federal grant funds, specifically, the Substance Abuse Prevention and Treatment (SAPT) Block Grant and the Safe and Drug Free Schools and Communities (SDFSC) funds, by individual grant award. This necessitates allocating these grant funds by grant award. Therefore, each SAPT fund category listed in the Individual County Allocation Notice and in the Statewide Allocation Summary has two lines/columns representing grant awards for Federal Fiscal Year (FFY) 2000 <u>and</u> FFY 2001 respectively. However, since the grant award period for SDFSC matches the State Fiscal Year (SFY), only one line/column per SDFSC funding category appears in the Individual County Allocation Notice and in the Statewide Allocation Summary. Please note that counties must track expenditures by grant award and set-aside. More detailed information is contained in Exhibit 1. The Department will issue a comprehensive bulletin describing the tracking of federal grant awards in the near future.

- The Federal Financial Participation (FFP) percentage, which is the percentage used to determine the federal share of the Medi-Cal program, has decreased resulting in a corresponding increase in the State General Fund (SGF) share. The budget, therefore, reflects a $220,000 decrease in reimbursements and a $220,000 increase in SGF.

- The budget reflects an augmentation of $2.5 million in Perinatal SGF over the current $3.6 million for Women and Children's Residential Treatment Services (WCRTS), bringing the total program funding to $6.1 million. The allocation methodology is based on the CSAT grant award amounts.

- The Temporary Assistance to Needy Families Maintenance of Effort (TANF MOE) requirements on Perinatal Expansion Program funds has been eliminated beginning with FY 1999-00. Previously, $1.5 million of the $3 million PEP funds were designated for TANF clients and tracked separately.

- The three-year funding of $3 million SAPT One-Time Savings and $3 million SAPT Drug Court Related Substance Abuse Treatment funds ends with FY 1999-00.

- In SFY 2000-01, the allocation for the FFY 2001 SAPT Block Grant 20 percent prevention set-aside requirement reflects an increase of $152,600. The total prevention set-aside requirement is $43,399,077. The Department contributes $1,549,400 towards meeting this requirement, with the counties contributing the balance of $41,849,677. The increase in the prevention set-aside is offset by a decrease of $152,600 in discretionary SAPT funds available to the counties.

REFERENCES

Assembly Bill 1740 (Ducheny) 2000-01 Budget
Senate Bill 1344 (Peace) 2000-01 Budget

HISTORY

Not applicable.

QUESTIONS/MAINTENANCE

Questions concerning the statewide and individual county allocation notices can be directed to Ms. Bebe Halimi-Pollack, Program and Fiscal Policy Branch, at (916) 445-1687. Additional copies of this document may be requested through the Resource Center at (800) 879-2772. This bulletin and the Statewide Allocation Summary are available through the Department's website, www.adp.cahwnet.gov.

EXHIBITS

1. FY 2000-01 Funding and Allocation Changes
2. FY 2000-01 Statewide Allocation Summary, Version 1.0
3. Individual County Allocation Notice

DISTRIBUTION

1. County Alcohol and Drug Program Administrators
2. Wagerman Associates, Inc.
3. Director's Advisory Council