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

Negotiated Net Amount/Drug Medi-Cal
Contract Unexpended State General Funds

Issue Date: 3-26-02 Issue No.

Expiration Date: 02-3

Deputy Director Approval

(signed by)

Jesse A. McGuinn, MSW
Program Operations Division

Function:
[ ]Information Management
[ ]Quality Assurance
[ ]Service Delivery
[X]Fiscal
[ ]Administration

Supersedes Bulletin/ADP Letter No.

N/A

PURPOSE

To provide funding information and to request the county's:

- estimated unexpended State General Funds Non-Drug Medi-Cal (SGF) to be redirected from Fiscal Year (FY) 2001-02 to FY 2002-03, and
- estimated unexpended State General Fund Drug Medi-Cal (SGF DMC) in FY 2001-02.

DISCUSSION

As stated in the FY 2001-02 Combined NNA/DMC County-State Contract:

(a) The county shall notify the state by April 1 of the current fiscal year of the estimated amount of retained unspent discretionary SGF to be expended in the next fiscal year beginning July 1.

(b) Any savings redirected from the current fiscal year to the next fiscal year plus any accrued interest shall be included on the identified lines of the budget summary for the next fiscal year contract.

(c) Unspent SGF may be retained by the County, less:

i. amounts reimbursable to the California Department of Corrections pursuant to Document 1D;

ii. amounts deemed necessary by the county to fund allowable DMC costs which exceed DMC maximum rates.

iii. amounts deemed necessary by the county to fund allowable DMC costs which exceed DMC maximum rates.

(d) Retained SGF may only be spent on identifiable drug and alcohol services in accordance with this contract and shall be included on the identified lines of the budget summary for the subsequent fiscal year.

To retain unspent regular SGF and/or perinatal SGF in the county's budget for use in FY 2002-03, the unexpended amount must be noted on the enclosed form (ADP 8015). These funds must be identified in the FY 2001-02 final V.2 contract amendment and budgeted as Cost Efficiencies (Service Code 08). ***It is imperative that counties identify all FY 2001-02 unexpended/retained SGF to be redirected to FY 2002-03.***

Counties must inform the Department of Alcohol and Drug Programs (ADP) of any excess SGF DMC funds by April 1. Counties may not transfer SGF DMC to SGF discretionary. ADP may reappropriate excess funds by addressing any of the following considerations:

(a) Fund unmet statewide DMC need in current year.
(b) Retain reappropriated funds for DMC purposes in the current year.
(c) Reallocate funds to counties as discretionary SGF.

In FY 2000-01, the Department began tracking the Substance Abuse Prevention and Treatment (SAPT) Block grant and the Safe and Drug Free Schools and Communities (SDFSC) funds by grant award. Counties are not required to report SAPT unexpended funds to the Department. Title 42, U.S.C., Section 300X-62, requires that SAPT Block Grant funds be obligated by the end of the Federal Fiscal Year (FFY) for which the funds were appropriated and if obligated within such year remain available for expenditure until the end of the succeeding FFY.

Please complete and sign ADP Form 8015 (Exhibit) and return to:

Department of Alcohol and Drug Programs
Contracts Management Branch
1700 K Street, Fourth Floor
Sacramento, CA 95814

or FAX (916) 323-0653, Attention: Cindy Felix.

REFERENCES

FY 2001-02 Combined NNA/DMC County-State Contract

QUESTIONS/MAINTENANCE

Questions concerning NNA Contract Unexpended SGF NNA or reporting of SGF DMC expenditures can be directed to your County Contract Analyst or the Contracts Management Branch at (916) 322-6643.

EXHIBIT

REQUEST TO RETAIN AND/OR REDIRECT UNEXPENDED STATE GENERAL FUND NON-DRUG MEDI-CAL (SGF) AND REPORT STATE GENERAL FUND DRUG MEDI-CAL (SGF DMC) FISCAL DATA FOR FISCAL YEAR ENDING JUNE 30, 2002
(ADP Form 8015)

DISTRIBUTION

County Alcohol and Drug Program Administrators
County Fiscal Contacts
Wagerman Associates, Inc.
Director's Advisory Council