

**DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS**

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**ADP BULLETIN**

Title: Perinatal Substance Abuse Treatment Programs – County Match To State General Funds		Issue Date: 7-16-99 Expiration Date: Until Notified	Issue No.  99-25
Deputy Director Approval  (signed by)  GLORIA J. MERK, II Program Operations Division	Function: <input type="checkbox"/> Information Management <input type="checkbox"/> Quality Assurance <input type="checkbox"/> Service Delivery <input checked="" type="checkbox"/> Fiscal <input type="checkbox"/> Administration	Supersedes Bulletin/ADP Letter No. N/A	

**PURPOSE**

This bulletin is being sent to correct and clarify information regarding matching fund requirements as contained in [Bulletin #99-15](#) issued April 9, 1999, and in the Request for Application (RFA) letters dated October 13, 1998 and December 18, 1998.

**DISCUSSION**

Section V(E) of ADP's RFA released on October 13, 1998, states that either an "In-kind" match (specific services, salaries, equipment, supplies, etc.) or dedicated dollars equal to at least 10 percent of the perinatal substance abuse treatment award amount is required. [Bulletin #99-15](#), that addresses the final amendment to Fiscal Year (FY) 1998-99 combined Negotiated Net Amount (NNA) and Drug Medi-Cal (DMC) contract or single NNC contract, also states that counties may use either in-kind or cash for the match requirement (page 2).

While it is correct that counties must provide the 10 percent match as required with all State General Funds (SGF), counties do not have the option of using an in-kind match. Existing law (Health and Safety Code Sections 11840, 11840.1, and 11987.4; and California Code of Regulations Title 9, Section 9418 [c][3][D]) requires that this match be an actual dedicated dollar amount.

As indicated in the RFA letter dated December 18, 1998, \$1.5 million (one-half) of the SGF awarded for expansion of perinatal programs must be used for Temporary Assistance for Needy Families (TANF) Maintenance of Effort (MOE). TANF MOE is not a "match" to federal funds; therefore, these funds are also subject to the 10 percent local match requirement applicable to all SGF. Counties will be required to track expenditures of the TANF MOE funds, which will necessitate separate

funding lines and allocation columns. More detailed instructions on this issue will be included in the FY 1999-00 Budget Act allocation bulletin and in the instructions for the NNA and DMC contract or single NNA contract submission process.

We are not proposing additional late amendments to the FY 1998-99 contracts, recognizing the potential for negative impact on affected counties. Instead, the requirements for match will be stipulated on a prospective basis in the FY 1999-00 contracts; therefore, counties should plan accordingly. The table included as Exhibit A displays the match requirements for the total \$6.6 million.

## **REFERENCES**

FY 1998-99 Perinatal Substance Abuse Treatment Programs RFA dated October 13, 1998

FY 1998-99 Perinatal Substance Abuse Treatment Programs RFA letter dated December 18, 1998 (RFA Questions and Answers)

FY 1998-99 Final Amendment to Combined NNA and DMC Contract (ADP Bulletin 99-15)

Health and Safety Code, Sections 11840, 11840.1, and 11987.4.

California Code of Regulations, Title 9, Section 9418 [c][3][D].

## **HISTORY**

The 1998-99 Budget Act included a General Fund increase of \$6.1 million for perinatal treatment programs. ADP awarded \$3.1 million of this amount to five programs previously funded by a grant from the federal Center for Substance Abuse Treatment (CSAT). Based on an abbreviated RFA process, ADP distributed the remaining \$3.0 million to perinatal treatment programs, of which \$1.5 million was designated for TANF MOE clients.

## **QUESTIONS/MAINTENANCE**

Questions or concerns regarding this notification should be directed to Karen Murray, Manager, Office of Perinatal Substance Abuse and Special Projects, at (916) 323-4445.

**EXHIBITS**

Exhibit

A

Title

[FY 1999-00 Match Requirements](#)

**DISTRIBUTION**

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

Exhibit A

<b>FY 1999-00 MATCH REQUIREMENTS</b>				
<b>\$6.6 Million Included in 1999/00 State Budget Act</b>		<b>Match Required</b>	<b>Can use to match D/MC</b>	<b>Must Serve CalWORKs Clients</b>
\$3.0 M for new perinatal programs	\$1.5 M Perinatal SGF	YES	YES	NO
	\$1.5 M TANF MOE	YES	NO	YES
\$3.6 M*	Programs formerly receiving CSAT funds	YES	YES	NO
<p>* This amount is designated for Women and Children's Residential Treatment Services programs whose federal funding grants have expired (Shields, EYE Counseling, Jelani House, East Bay Recovery, and Prototype).</p> <p>\$3.6 million is designated in FY 1999-00 for programs formerly receiving CSAT funds as compared to \$3.1 million allocated in FY 1998-99. The higher amount reflects the entire 1999-00 fiscal year whereas the \$3.1 million covered the period from October 1, 1998, when the federal grants expired, through June 30, 1999.</p>				

