

**DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS**

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September 18, 1997

ADP #97-53

TO: COUNTY ALCOHOL AND DRUG PROGRAM ADMINISTRATORS

SUBJECT: BUDGET ACT ALLOCATION FOR FISCAL YEAR 1997-98

We are pleased to provide you with the Budget Act allocation for alcohol and other drug services for Fiscal Year (FY) 1997-98. This letter transmits funding allocation information for statewide and individual counties, funding requirements, and the allocation methodologies utilized. We would like to thank the County Alcohol and Drug Program Administrators Association of California (CADPAAC), the Director's Advisory Council (DAC), and the Policy Forum, who have worked together to develop the policy recommendations that are incorporated into the allocations this fiscal year.

#### ALLOCATION HIGHLIGHTS

This allocation revises the proposed Governor's Preliminary Budget Allocation, dated February 24, 1997 (ADP Letter # 97-12). Following are highlights of the additional resources available to meet local needs and the changes affecting the allocation of funds:

- The Department of Alcohol and Drug Programs (ADP) established a single methodology for the allocation of all new funds for FY 1997-98. All new funds will be distributed at \$2,500 per million, 50 percent per capita and 50 percent equity step-up with the exception of funds with specific requirements (e.g., Supplemental Security Income/Drug Addiction and Alcoholism). This methodology maintains the current fiscal infrastructure and provides a benefit to counties statewide.
- An increase of \$3 million in one-time Substance Abuse Prevention and Treatment (SAPT) Block Grant funds for discretionary purposes, and to support information technology costs related to treatment and prevention.
- An increase of \$3 million in one-time SAPT Block Grant funds for the costs or establishment of treatment services for Drug Courts. (Refer to Funding Terms and condition for further information.)
- Increase of \$750,000 in Safe and Drug Free Schools and Communities (SDFSC) funds.

- Inclusion of \$12.3 million SAPT Block Grant Funds and \$1.6 million in SDFSC from FY 1996-97.
- Authority to reappropriate unexpended FY 1996-97 State General Fund (SGF) to FY 1997-98 for the Drug/Medi-Cal (D/MC) contingency reserve.
- Additional \$1.8 million from reappropriated funds from FY 1996-97, allocated to counties on a one-time basis.
- A separate appropriation of \$5 million SAPT funds has been made to County Welfare Departments. The funds are provided to county Department of Social Services via an Interagency Agreement between ADP and the State Department of Social Services. The funds are for specific substance abuse treatment services and cannot be transferred, or used to provide mental health services. The allocation notice from the State Department of Social Services to all County Welfare Directors and all County Welfare Fiscal Officers was mailed September 10, 1997.

We have prepared the attached four-part allocation package. This package includes:

- FUNDING AND ALLOCATION CHANGES (Enclosure I) - Description of the changes in state and federal funding and program requirements since the Governor's Preliminary Budget Allocation issued February 24, 1997 (ADP Letter # 97-12).
- PROGRAM REQUIREMENTS and ALLOCATION METHODOLOGIES (Enclosure II)
- INDIVIDUAL COUNTY ALLOCATION NOTICE (Enclosure III).
- STATEWIDE ALLOCATION DISPLAY (Enclosure IV).

Please note that in accordance with the Negotiated Net Amount (NNA) contract, counties are "required to submit a contract amendment within 60 days of the release of the Budget Act allocation with a budget that reflects the revised allocation, rates and other County requirements." In the event a county has not submitted a contract amendment by the above stated deadline, the State will withhold all NNA payments until the required amendment is received by the Department.

If you have any questions or need clarification on the content of this letter, you may call Bebe Halimi-Pollack, Associate Governmental Program Analyst, Program and Fiscal Policy Branch, Program Operations Division, at (916) 445-1687. Additional copies of this document may be requested through the Resource Center at (800) 879-2772.

Sincerely,

[Original Signed By]

GLORIA J. MERK, II  
Deputy Director  
Program Operations Division

Enclosures: I) Funding and Allocation Changes  
II) Program Requirements and Allocation Methodologies  
III) Individual County Allocation Notice  
IV) Statewide Allocation Display

cc: Wagerman Associates, Inc.  
Director's Advisory Council

#### EXHIBITS

Exhibit 1: [Funding and Allocation Changes](#)  
Exhibit 2: [Funding and Allocation Changes](#)  
Exhibit 3: Statewide Allocation Display

