

## **Substance Abuse and Prevention Treatment Block Grant and Drug Medi-Cal Requirements**

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Attachment A  
FY 2015 – 2016

Substance Abuse and Prevention Treatment Block Grant (SAPTBG) and Drug Medi-Cal (DMC) funds are dedicated funds allocated to states. Through a Negotiated Net Agreement with the Department of Health Care Services (DHCS), Behavioral Health and Recovery Services (BHRS) utilizes the SAPTBG and DMC funds for Substance Use Treatment and Prevention services in San Mateo County. Funds are dispersed to San Mateo County Substance Use Disorder Contractors. BHRS is required to ensure its Contractors are in compliance with the requirements set-forth in the agreement with DHCS.

Contractors are responsible for ensuring program integrity of its services through a system of oversight and reporting. Certified Substance Use Disorder Services (SUDS) and DMC providers shall agree to the following:

1. Reporting

Contractors shall report to their assigned BHRS AOD Analyst within two (2) business days, the following items listed below: (SUDS & DMC)

- a. Additions to and/or changes in the DMC/SUDS application previously submitted for certification. Contractors shall work in partnership with BHRS AOD and report to DHCS, updates, or the resubmission of a complete DMC SUDS application relative to SUDS or DMC reporting requirements;
- b. A DMC/SUDS facility that surrenders certification or announces a facility closure; and/or
- c. Any DMC/SUDS recertification event, which may include: change in ownership; change in management; change in scope of services; remodeling of facility; or change in location.

2. Proposals to State

- a. Contractors shall work in partnership with BHRS AOD on the proposal to DHCS.
- b. Contractors shall obtain prior written approval, from their assigned BHRS AOD Analyst, when requesting a reduction of DMC covered services.
- c. Contractors shall notify BHRS of any proposal that changes the location where DMC covered services are provided, or reduces availability of services within ninety (90) days prior to the proposed effective date.
- d. Contractors shall not implement proposed changes prior to receiving written approval from DHCS. Contractors shall not implement the proposed changes if the State denies their proposal. (DMC)

3. Post Service Post Payment Compliance

DHCS and BHRS shall annually monitor Contractors compliance with Post Service Post Payment (PSPP) utilization review requirements in accordance with Title 22 Section 51341.1. Rendered and/or paid DMC services are subject to a compliance review to ensure all applicable standards, regulations and program coverage requirements were met.

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4. Disallowances

DHCS and BHRS shall recover payments made if subsequent investigation uncovers evidence that the claim(s) are (were) disallowed or that DMC services have been improperly utilized; and/or shall take corrective action as appropriate.

5. Inadequate Performance

If programmatic or fiscal deficiencies are identified, Contractors shall be required to submit a Corrective Action Plan (CAP) to DHCS via BHRS for approval.

In the event Contractor(s) claims or receives payment from County for a service, reimbursement for which is later disallowed by County or the State of California or the United States Government, then Contractor shall promptly refund the disallowed amount to County upon request, or, at its option, County may offset the amount disallowed from any payment due or become due to Contractor under this Agreement or any other agreement.

All deficiencies identified in the PSPP review, whether or not this results in a recovery of funds, must be corrected and a CAP must be submitted to the DMC PSPP Unit, by BHRS within the timeframe specified by BHRS and/or DHCS. The plan shall:

- a. Address each demand for recovery of payment and/or programmatic deficiency;
- b. Provide a specific description of how the deficiency shall be corrected; and
- c. Specify the date of implementation of the CAP.

DHCS will provide written approval of the CAP to BHRS with a copy to the Contractor. If DHCS does not approve the CAP, DHCS will: provide guidance on the deficient areas; and request an updated CAP from BHRS with a copy to the Contractor, with a new deadline for submission.

If the Contractor does not submit a CAP, or does not implement the approved CAP provisions within the designated timeline, BHRS may withhold funds until the Contractor is compliant. BHRS shall then inform the Contractor within thirty (30) days prior to funds being withheld. (DMC)

6. BHRS shall conduct an annual on-site programmatic and fiscal audit of DMC and SUDS certified providers to assure an appropriate rendering of all services. All audit reports will be submitted to DHCS within two (2) weeks of completion of the audit. (DMC & SUDS)