

Contact: Erendy Fong
Behavioral Health Services
Phone (619) 563-2733
Erendy.Fong@sdcounty.ca.gov

3255 Camino del Rio South
San Diego, CA 92108

**Behavioral Health
Services**

Information Sharing

Drug Medi-Cal Organized Delivery System (DMC-ODS) FY 2017/18 Start-up Cost Amendment – BHS 2018-001

January 12, 2018

As communicated in a letter to our Behavioral Health Services (BHS) Substance Use Disorder (SUD) Providers on December 7, 2017, providers that are Drug Medi-Cal (DMC)-certified, or whose DMC application has been submitted to and received by the State of California Department of Health Care Services (DHCS) as of March 1, 2018, will be eligible for “start-up” funding in FY 2017/18 to cover qualified expenses in preparation for the DMC-ODS implementation. Qualified expenses may include, but are not limited to, capital/tenant improvements, staff recruitment and training, equipment, and software installment. Requests for exceptions to the March 1, 2018 certification cutoff period for FY 2017/18 “start-up” funds may be considered on a program-by-program basis.

For the request of start-up funds, a minimum of one quote is required per expenditure category (capital/tenant improvements, staff recruitment and training, equipment, and software installment, etc.) to begin processing the amendments. Please submit one quote per expenditure category as soon as possible, but no later than January 31, 2018. Sooner submissions will enable BHS to complete the amendments expeditiously so that contractors will have ample time to fully utilize the enhancement dollars before the end of the fiscal year.

Please note, if contractors send only one quote per expenditure category for the amendment processing, there is a requirement of two quotes for expenses \$1,000 - \$2,500 and three quotes for expenses greater than \$2,500 with invoice submissions. Invoices shall reflect the lowest quote regardless of the quote utilized as basis for the amendment. Further instructions regarding invoice submissions will follow in the future.

Attached are the Budget Addendum templates that shall be submitted with your documented quotes to support amendment processing. This will serve as your “start-up” budget and will not require submission of the full budget forms. Note that there are two attachments, one for Cost Reimbursement/Outpatient contracts and one for Net Negotiated Rate/Residential contracts. Please select the template applicable to your contract.

If you have any questions or concerns, please contact your Contracting Officer’s Representative (COR).

BHS 2018-001