

**Department of Alcohol and Drug Programs
Funding Hierarchy Chart**

PROGRAM	FUNDING OF FIRST RESORT	FUNDING OF SECOND RESORT
Drug Medi-Cal (DMC) (Regular and Perinatal)	Realigned County Local Revenue Funds ^{1,9}	N/A
Drug Courts	Realigned County Local Revenue Funds ⁹	SAPT BG Discretionary ^{2,5}
Perinatal Services	Realigned County Local Revenue Funds ⁹ and SAPT BG Perinatal Set Aside ^{2,3}	SAPT BG Discretionary ^{2,3}
Adolescent and Youth Treatment	Realigned County Local Revenue Funds ⁹ and SAPT BG Adolescent and Youth Treatment ² and California Access to Recovery Effort (CARE) Program Funds ⁸	SAPT BG Discretionary ²
Parolee Services Network (PSN)	PSN Funds ⁶	N/A
Female Offender Treatment Program (FOTP)	SAPT BG FOTP ^{2,5}	SAPT BG Discretionary ^{2,5}
Prevention Services	SAPT BG Prevention Set-Aside ^{2,4}	SAPT BG Discretionary ²
HIV Early Intervention Services	SAPT BG HIV Set-Aside ^{2,7}	N/A
Non Categorical Regular Alcohol and Other Drug Services	Client Fees and Private Insurance	Realigned County Local Revenue Funds ⁹ and SAPT BG Discretionary ²

[1] If the appropriate services are available in the DMC program and the client is DMC eligible, DMC is always the funding of first resort.

[2] The SAPT BG money that may be spent for women services, tuberculosis services, and HIV services is governed by 45 CFR, Subtitle A, Part 96, Section 96.137 which requires that the SAPT Block Grant will be the payment of last resort. SAPT BG funds may only be used for purpose of planning, carrying out, and evaluating activities to prevent and treat substance abuse (Title 42, U.S. Code, Chapter 6A, Section 300x-21(b)). Additionally, entities that receive SAPT BG funding and provide women services pursuant to section 96.124(c) and (e), and HIV services pursuant to section 96.128 shall make every reasonable effort, including the establishment of systems for eligibility determination, billing and collection to:

A) Collect reimbursement for the costs of providing such services to persons who are entitled to insurance benefits under the Social Security Act, including programs under Title XVIII (Health Insurance for the Aged and Disabled) and Title XIX (Grants to the States for Medical Assistance; i.e., federal Medicaid/California Medi-Cal), any state compensation program, any other public assistance program for medical expenses, any grant program (e.g. Ryan White for HIV Early Intervention Services), any private health insurance, or any other benefit program; and

B) Secure from patients or clients payments for services in accordance with their ability to pay.

[3] SAPT BG Perinatal Set-Aside funds can only be used for treatment services designed for pregnant women and women with dependent children (Title 42, U.S. Code, Chapter 6A, Section 300x-22(b)), and for the women services authorized activities contained in Title 45, CFR Subtitle A, Part 96, Section 96.124(e).

[4] The SAPT BG Prevention Set-Aside funds are spent to meet the 20 percent primary prevention requirement (Title 42, U.S. Code, Chapter 6A, Section 300x-22 and 45 CFR Subtitle A, Part 96, Section 96.124(b)).

[5] SAPT BG funds may be used for FOTP and Drug Courts provided that all funding allocated for these programs has been depleted and there are no other funds available to supplement the funding of these programs. SAPT funds may not be used to cover criminal justice administrative costs associated with these programs; for example, court costs.

[6] The PSN funds were appropriated to the California Department of Corrections and Rehabilitation to carry out PSN services. These services would have been provided irrespective of federal funding. Federal funds may not be spent on a service that the State would have provided whether or not the federal funding had been received. Using federal funds for PSN would be viewed as supplanting State funds.

[7] The SAPT HIV Set-Aside funds are spent to meet the 5 percent HIV Set-Aside requirement (Title 42, U.S. Code, Chapter 6A, Section 300x-24(b) and 45 CFR Subtitle A, Part 96, Section 96.128). These funds may only be used for those individuals who qualify for these services.

[8] CARE Program only operates in the counties of Butte, Los Angeles, Sacramento, Shasta, and Tehama.

[9] The expenditure of Realigned County Local Revenue Funds is necessary to meet the SAPT statewide Maintenance of Effort (MOE) requirement of 45 CFR, Part 96, Section 96.134. The expenditure of both Realigned County Local Revenue Funds and Substance Abuse Prevention and Treatment Block Grant (SAPT BG) Perinatal Set Aside funds is necessary to meet the SAPT BG Women Services spending requirement of 45 CFR Part 96, Section 96.124(c). Each county's estimated realigned fund spending share of the statewide MOE and Women Services spending requirements is communicated via ADP Allocation Bulletins. Each county needs to spend its realigned funds on authorized SAPT BG activities to meet its estimated share of the SAPT statewide MOE and Women Services spending requirements before spending its realigned funds for other purposes.