



# Finance & Contracts Update

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**SAPC** Substance Abuse  
Prevention and Control



COUNTY OF LOS ANGELES  
**Public Health**

## Agenda

- **Preparing for New Fiscal Year**
- **DMC Claims Deadline**
- **Annual Void Report**
- **DMC & Special Programs Budget**
- **Upcoming Contract Actions for FY27-28**
- **CIBHS Training**
- **Value-Based Incentives Updates**

# Preparing for the New Fiscal Year

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## **SAPC Memo: Preparing for New Fiscal Year 2026-2027**

- Fiscal Management
  - Cost Allocation & Centers
  - Expenditure Documentation
  - Monthly Closing & Financial Statements
- Contract Utilization
  - Monitor Utilization
  - If applicable, submit augmentation request when 50% of funding is utilized
  - SAPC will Right-Size Contracts effective July 1, 2027
- Timely Submission of Invoices & Claims
  - Submit claims by the 10<sup>th</sup>
  - Prepare for early July submission.
    - SAPC may no longer fully pay out late invoices during year end closing.

## SAPC Memo: Preparing for New Fiscal Year 2026-2027

- SAPC System Access
  - Review staff need to access SAPC Systems
    - Budget Approval System (BAS)
    - Driving Under the Influence (DUI) System
    - Network Adequacy Certification Application (NACA)
    - Provider Invoice Approval System (PIAS)
    - Sage
    - Service & Bed Availability Tool (SBAT) Provider Site
    - Bed Management System (BMS)
    - SAPC Learning & Network Connection (SAPC-LNC)
  - Monitor usage! Deactivation due to inactivity.
  - [SAPC IN 26-04 LAC Systems and Applications - Provider Agency User Account Administration Form.](#)

## SAPC Memo: Preparing for New Fiscal Year 2026-2027

- Compliance Reviews
  - Review approved and pending corrective actions to confirm implementation
  - Avoid repeat or chronic deficiencies
- Provider Participation
  - The following are key meetings and resources for provider agencies:
    - [SAPC Trainings and Events](#)
    - For Treatment Provider Agencies: All Treatment Provider & Sage Advisory Meeting
      - Contact [SAPCMonitoring@ph.lacounty.gov](mailto:SAPCMonitoring@ph.lacounty.gov)
    - For Prevention Provider Agencies: Prevention Provider Quarterly Meeting
      - Contact your Prevention Analyst for more information.
    - For Harm Reduction Provider Agencies: All Engagement and Overdose Prevention (EOP) Hub Bi-Monthly Meeting
      - Contact [HarmReduction@ph.lacounty.gov](mailto:HarmReduction@ph.lacounty.gov)
    - [Billing & Denial Resolution Tutoring Lab](#)

## SAPC Memo: Preparing for New Fiscal Year 2026-2027

- **Administrative Documents**

- **Organizational documents**: Review all organizational documents to confirm status:
  - Licenses and Certifications
  - Insurance coverage
  - Staff credentials
- **Policies and Procedures**: Review relevant/mandated policies and procedures and prepare for submission upon request.
- **Fraud, Waste and Abuse Prevention**: review requirements and compliance with [SAPC Bulletin 22-10 \(Commitment to Identify, Prevent and Respond to Fraud, Waste and Abuse\)](#).

- **For More Information Contact:**

- Your Assignment Contract Program Auditor
- Finance Services Division: [SAPC-Finance@ph.lacounty.gov](mailto:SAPC-Finance@ph.lacounty.gov)

# DMC SUD Treatment Claims Submission Deadline & Annual Void Report

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## CLAIM SUBMISSION TIMELINES

- DHCS revised claiming deadlines to align with Specialty Mental Health Systems.
- [Behavioral Health Information Notice No: 24-010 - Drug Medi-Cal Claiming Timelines for Short Doyle Medi-Cal \(SD/MC\)](#)
- Poses financial liability to the County and SUD Network.
- Effective January 1, 2027, provider agencies are required to adhere to the following submission deadlines:

| Claim Type         | Deadline                                         |
|--------------------|--------------------------------------------------|
| Initial (Original) | Nine (9) months/270 days from date of service    |
| Replacement        | Twelve (12) months/365 days from date of service |

## Additional Guidance:

- [DMC-ODS Billing Manual FY 2026-27](#)
- [LA County Department of Public Health - Substance Abuse Prevention and Control - Sage](#)

## Annual Void Report - *REQUIREMENTS*

| Regulation                                                         | Requirement                                                                                                                                                                                                                                                               |
|--------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| DHCS BHIN 19-034<br>(CMS) Final Rule CMS-2390<br>42 CFR 438.608(d) | <ul style="list-style-type: none"> <li>Requires annual report for overpayments due to FWA</li> <li>County must collect the reason claims were voided.</li> <li>County must submit an annual report of all voids received by DHCS during the prior fiscal year.</li> </ul> |

## Annual Void Report – *PROCESS*

- SAPC will issue file of Void Requests via SFTP
- Provider will enter brief description of reason: Fraud, Waste, Abuse or Other
- 4 Week Deadline
- Providers must also complete and submit: Void Reason Attestation Form

## For More Information

- SAPC IN: DEADLINES FOR DRUG MEDICAL SUBSTANCE USE DISORDER TREATMENT CLAIM SUBMISSION AND ANNUAL VOID REPORT REQUIREMENTS
- Attend [Billing & Denial Resolution Tutoring Lab](#)
- SAPC-Finance@ph.lacounty.gov

# DMC & Special Programs Budget

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## Special Programs Budget

- Part of SAPC's Commitment to invest and strengthen community partners
- Goal: Build capacity, strengthen organization and improve outcomes
- Special Programs Include
  - Value Based Incentives
  - ASAM IV Pilot Project
  - Bilingual Bonus
  - Bridge
  - Field Based Services Enhanced Benefit
  - R95 – Reaching the 95%
  - Ryse-Up
- NOTE: All these payments are paid via your DMC contract and allocation

### *EXAMPLE*

| Contract Amt. | VBI       | RYSE-UP  | BRIDGE    | Bilingual Bonus | ASAMIV    | FBS Enhanced | R95      | Total Special Programs | # Spec Prog | Remaining Amount |
|---------------|-----------|----------|-----------|-----------------|-----------|--------------|----------|------------------------|-------------|------------------|
| \$2,500,000   | \$150,000 | \$75,000 | \$100,000 | \$2,500         | \$200,000 | \$4,000      | \$40,000 | \$571,500              | 23%         | \$1,928,500      |

## Special Programs Budget – Provider Actions

- Confirm eligibility and planned participation in Special Programs
- Conduct study to determined estimated participation reimbursement amount
- Establish cost centers for each activity
- Monitor SAPC Payments via Payment Codes to confirm reimbursement

| Project Description                    | Project Code |
|----------------------------------------|--------------|
| ASAM 4.0 Residential Capacity Building | ASAM4LPHA    |
| Bilingual Bonus Incentive              | BBS          |
| Child Friendly                         | CHLDFRNDLY   |
| CM - Contingency Management            | CM           |
| Field-Based Services Enhanced Benefit  | FBS          |
| R95-Enhancement Activity               | R95-EA       |
| Ryse Initiative                        | RYSE         |
| VBI-Finance and Business Operations    | VBIFinance   |
| VBI-Workforce Development              | VBIWrkfrce   |
| VBI-Access to Care                     | VBIAcscare   |

- Monitor overall contract utilization and, if needed, submit augmentation request for consideration.

# Upcoming Contract Actions

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# Upcoming Contract Actions



## The Need

- The ASAM Criteria, 4<sup>th</sup> Edition (ASAM4)
- New Licensing
- Program Standards
- Transition to SUSSMA

## The Plan

- Re-launch programs under new contracts effective July 1, 2027

## The Action

- Renew DMC Contracts
- Resolicit Programs
- Leverage SUSSMA

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- Renew DMC Contracts
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### Program to Relaunch July 1, 2027

| Program                                   | Contract Action         |
|-------------------------------------------|-------------------------|
| Drug Medi-Cal                             | Renewal                 |
| Client Engagement & Navigation Services   | Work Order Solicitation |
| Recovery Bridge Housing/ Recovery Housing |                         |
| Value Based Incentives/ Special Programs  |                         |

### Action To Take Now

- Verify organizational documents (licenses, certifications, accreditations, etc.)
- Confirm active SUSSMA & categories
- Establish Development Team to respond to needed actions

## Substance Use Supportive Services Master Agreement (SUSSMA)

| Effective July 1, 2027, the following programs will be contracted via the SUSSMA |                                                                        |
|----------------------------------------------------------------------------------|------------------------------------------------------------------------|
| Program                                                                          | SUSSMA Category                                                        |
| Client Engagement & Navigation Services                                          | Category 6: Outreach and Engagement Services                           |
| Recovery Bridge Housing/Recovery Housing                                         | Category 4: Housing and Support Services                               |
| Value Based Incentive/Special Programs                                           | Category 1: Capacity Building, Training and Technical Support Services |

- **8 Service Categories**
  - **Category 1:** Capacity Building, Training and Technical Support Services
  - **Category 2:** Evaluation Services
  - **Category 3:** Harm Reduction Services
  - **Category 4:** Housing and Support Services
  - **Category 5:** Integrated Care and Network Adequacy Services
  - **Category 6:** Outreach and Engagement Services
  - **Category 7:** Prevention Program Services
  - **Category 8:** SUD Workforce Education and Training Services



## Substance Use Supportive Services Master Agreement (SUSSMA)

- Department of Public Health – Contracts & Grants
  - [Department of Public Health Open Solicitations](#)
  - Substance Use Supportive Services #2025 - 002

| Solicitation Number | Title                                                                                                                                 | Type    | Department                  | Date       |
|---------------------|---------------------------------------------------------------------------------------------------------------------------------------|---------|-----------------------------|------------|
| + 2017-008          | Request for Statement of Qualifications (RFSQ) 2017-008 for Media Services                                                            | Service | Department of Public Health | Continuous |
| + 2018-013          | Request for Statement of Qualifications (RFSQ) for Evaluation Services                                                                | Service | Department of Public Health | Continuous |
| + 2025-001          | Request for Statement of Qualifications (RFSQ) for As-Needed Substance Use Supportive Services at County Behavioral Health Facilities | Service | Department of Public Health | Continuous |
| + 2025-002          | Request for Statement of Qualifications (RFSQ) for Substance Use Supportive Services                                                  | Service | Department of Public Health | Continuous |
| + 2019-004          | Request for Statement of Qualifications (RFSQ) for Community Engagement and Related Services                                          | Service | Department of Public Health | Continuous |
| + 2024-012          | Request for Statement of Qualifications (RFSQ) for As-Needed Language Assistance Services                                             | Service | Department of Public Health | Continuous |

2025-002

Request for Statement of Qualifications (RFSQ) for Substance Use Supportive Services

Service

Department of Public Health

Continuous

Solicitation Number

2025-002

Solicitation Title

Request for Statement of Qualifications (RFSQ) for Substance Use Supportive Services

Solicitation Type

Service

Open Date

3/21/2025

Contact Name

Stephanie Ruiz-Perez

Department

Department of Public Health

Closing Date

Continuous

Contact Phone

(000) 000-0000

Commodity

ALCOHOL AND DRUG PREVENTION SVCS

Solicitation Amount

Not Available

Contact Email

dph-solicitations@ph.lacounty.gov

Last Changed On

9/8/2025

Solicitation Description

County of Los Angeles, Department of Public Health is issuing an RFSQ to solicit SOQ's for master agreements with qualified providers for the provision ...

Show more +

ATTACHMENTS 5

RFSQ #2025-002

[pdf]

Addendum 1

[pdf]

Addendum 2

[pdf]

Addendum 2 - Revised required forms

[pdf]

Addendum 2 - Revised Appendix B Exhibit 5

[pdf]

Close

## California Senate Bill 1439 (2022)

- What is SB1439?
  - Campaign finance law revised to cover local elected officials
  - Contribution Limits: \$500 involved parties with pending actions
  - Recusal Period: 12 months
  - Expansion of **Levine Act** (Government Code Section 84308)
  - Effective January 1, 2023
- How does it impact SAPC Network?
  - Providers who donate to County Board of Supervisors must disclose donation
  - May impact timing of contract actions (due to recusal)
  - Included in SUSSMA (Exhibit #7)
    - Some providers may have already disclosed
    - New Donations = New Disclosure

# CIBHS Trainings

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## FINANCE & BUSINESS OPERATIONS

### Value-Based Incentives: Data Aggregation – Building Performance & Risk Metrics (1-C)

#### **Cohort 1 (Second Year, Advanced) & Cohort 2 (Second Year, Mid-Year)**

##### Implementation Update & Quarterly Reporting Workshop (Cohorts 1 & 2)

**Date:** September 17, 2026

**Time:** 9:00 am – 11:30 am | [Register Here!](#)

**Location:** Zoom

##### Advanced Dashboard Design & Implementation (Cohorts 1 & 2)

**Date:** December 15, 2026 | **SAVE THE DATE!**

**Time:** 9:00 am – 11:30 am

**Location:** TBD

#### **Cohort 3 (First Year)**

##### Evaluating Your Data Landscape – Cohort 3

**Date:** October 22, 2026 | **SAVE THE DATE!**

**Time:** 9:00 am – 11:30 am

**Location:** TBD

##### Data Aggregation Readiness Assessment Workshop – Cohort 3

**Date:** October 29, 2026 | **SAVE THE DATE!**

**Time:** 9:00 am – 10:30 am

**Location:** Zoom

## WORKFORCE DEVELOPMENT

### Fundamentals of Change Management

**Date:** October 21, 2026 | **SAVE THE DATE!**

**Time:** 9:00 am – 12:00 pm

**Location:** In-Person, Almansor Court

**Audience:** Open to SAPC Network

### **ASAM4**

**Audience:** Invite Only

#### ASAM4 Provider Meeting

**Date:** September 23, 2026

**Time:** 1:30 pm – 2:30 pm

**Location:** Virtual

#### ASAM4 In-Person Provider Training

**Dates:** October 13, 14, or 15, 2026 | **SAVE THE DATE!**

**Time:** 9:00 am - 4:00 pm

**Location:** TBD

**Note:** Agencies will attend only **one** of the three training dates.



To register for the upcoming trainings, click [HERE](#) or scan the QR code.

## Your Success Is Our Success!

We are here to support you, feel free to reach out

### CIBHS CONTACT INFORMATION – ADD US TO YOUR CONTACTS!

|                               |                                                                                |
|-------------------------------|--------------------------------------------------------------------------------|
| Pranab Banskota               | <a href="mailto:pbanskota@cibhs.org">pbanskota@cibhs.org</a>                   |
| Amy Mcilvaine                 | <a href="mailto:amcilvaine@cibhs.org">amcilvaine@cibhs.org</a>                 |
| Dr. Claudia Murillo Hernandez | <a href="mailto:cmurillo-hernandez@cibhs.org">cmurillo-hernandez@cibhs.org</a> |
| Leslie Dishman                | <a href="mailto:ldishman@cibhs.org">ldishman@cibhs.org</a>                     |
| Martin Toledo                 | <a href="mailto:mtoledo@cibhs.org">mtoledo@cibhs.org</a>                       |
| Krystal Edwards               | <a href="mailto:kedwards@cibhs.org">kedwards@cibhs.org</a>                     |
| Leslie Garcia                 | <a href="mailto:lgarcia@cibhs.org">lgarcia@cibhs.org</a>                       |
| Emylze Garcia                 | <a href="mailto:egarcia@cibhs.org">egarcia@cibhs.org</a>                       |

# Value-Based Incentives Updates



# Upcoming Deadlines

## Finance and Business Operations

- **Data Aggregation-Building Performance and Risk Metrics (1-C)**
  - Data Source Inventory & Baseline Metrics Tool (Cohort 3) **Due: 09/30/26**
  - Q1 Metrics Reporting + QI Plan Template (Cohort 1) **Due: 10/20/26**
  - Addendum: Data Aggregation Implementation Update (Cohort 1 and 2) **Due: 10/20/26**
  - Documentation of Software Purchase and Technical Implementation (Cohort 2) **Due: 10/20/26**
  - Addendum: Data Aggregation Implementation Update (Cohort 2) **Due: 10/20/26**
- **Timely Submission of CalOMS Admission and Discharge Records (1-A)** **Due: 10/20/26**
- **Timely Claims Submission (1-B)** **Due: 10/20/26**

## Upcoming Deadlines

### Workforce Development

- **MAT Prescribing Clinician Start-Up Cost Sharing (2-C)** **Due: 09/30/26**
  - Implementation Plan or Addenda
- **SUD Practitioner-to-Client Ratio (2-A)** **Due: 10/20/26**
- **Percent of Clients with Co-Occurring Mental Health Conditions Seen by LPHA (2-B)** **Due: 10/20/26**

## Upcoming Deadlines

### Access to Care

- **MAT Education/Services for Opioid Use Disorder (OUD) in Non-OTP Settings (3-A)** **Due: 10/20/26**
- **MAT Education/Services for Alcohol Use Disorder (AUD) (3-B)** **Due: 10/20/26**
- **Clients Referred/Admitted to Another SUD Level of Care (3-C)** **Due: 10/20/26**
- **Mental and Physical Health Referrals/Care Coordination (3-D)** **Due: 10/20/26**
- **Clients Engaged in Treatment (= or > 30 days) (3-E)** **Due: 10/20/26**
- **Seven-Day Follow-up after Residential Services/  
Residential Services-Withdrawal Management Discharge (3-F)** **Due: 10/20/26**
- **Percent of Appointment Disposition Form Referrals  
with Completed Appointment Disposition (3-G)** **Due: 10/20/26**

# Resources

## Payment Reform - Value-Based Incentives

[SAPC Home](#) / [Network Providers](#) / [Payment Reform - Value-Based Incentives](#)

### Inquire!

Please submit Value-Based Incentive related inquiries to:  
[dph-sapc-vbi@ph.lacounty.gov](mailto:dph-sapc-vbi@ph.lacounty.gov)

### Resources

- [Guidance Documents](#)
- [Upcoming Trainings](#)
- [Deadlines](#)

### Find your answers here!

- [Provider Meeting FAQ](#)
- [R95 Workgroup FAQ](#)

## Payment Reform Rate Structure

SAPC's Value-Based Incentives (VBI) help provider agencies strengthen their operational capability and service quality. These payments support improved performance, better client outcomes, and higher-quality care across the specialty SUD treatment continuum.

Through VBI, SAPC encourages providers to adopt innovative organizational practices, leverage data for decision-making, and enhance service delivery. These incentives work alongside SAPC's tiered and actuarially sound rate structure, which increases rates based on the number of levels of care a provider agency delivers (see image to the right).

### Rate Structure

#### 1. Base Rates

#### 2. Value-Based Incentives Funds

### Value-Based Incentives Funds

#### Base Rates

|              |                    |
|--------------|--------------------|
| Tier 3 Rates | 6+ Levels of Care  |
| Tier 2 Rates | 3-5 Levels of Care |
| Tier 1 Rates | 1-2 Levels of Care |

### Finance and Business Operations

View Resources for Finance & Business

[Click here](#)

### Workforce Development

View resources for Workforce Development

[Click here](#)

### Access to Care

View resources for Access to Care

[Click here](#)

## Resources

### Guidance Documents

Access the VBI Reference Guide, VBI Invoice, and other guidance documents for use.

[Click here](#)

### Deadlines & VBI Communications

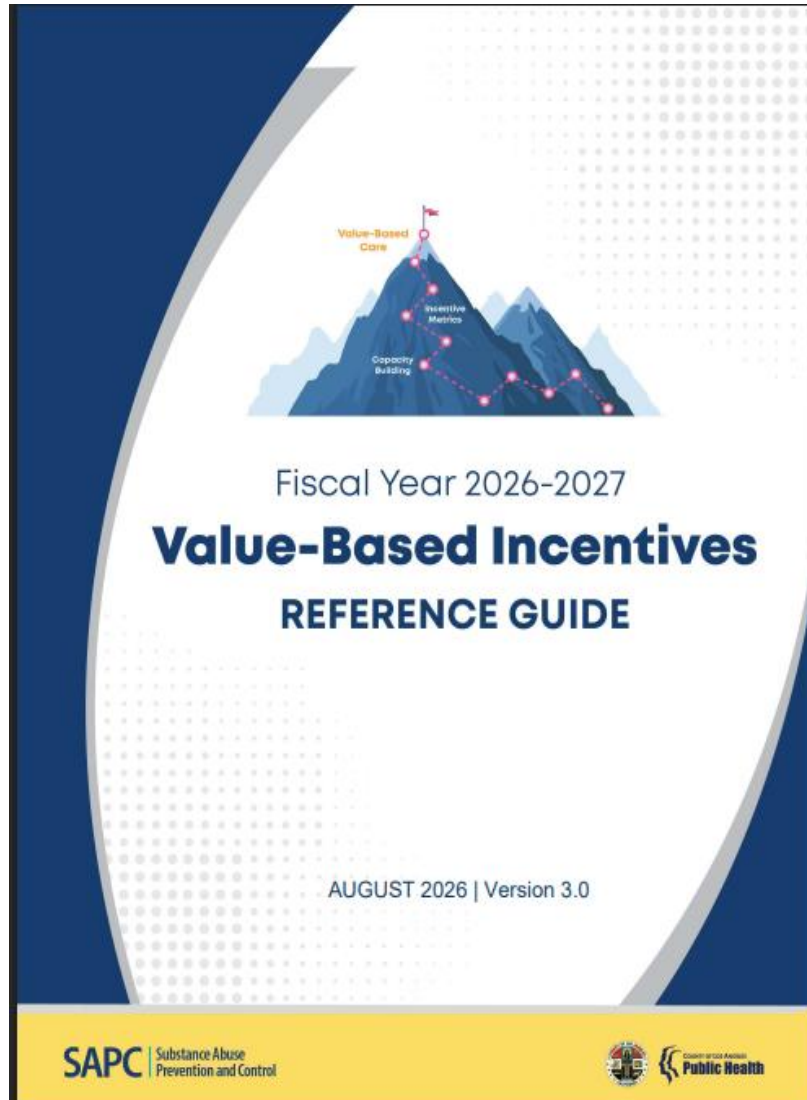
View upcoming at-a-glance due dates

[Click here](#)

### Upcoming Trainings

View and register for upcoming Trainings

[Click here](#)



# Thank You

For questions, please contact:

[SAPCFinance@ph.lacounty.gov](mailto:SAPCFinance@ph.lacounty.gov)

[DPH-SAPC-VBI@ph.lacounty.gov](mailto:DPH-SAPC-VBI@ph.lacounty.gov)