Finance Services Division Update

SAPC | Substance Abuse Prevention and Control

County of Los Angeles Public Health

Agenda

- DMC Contract Summary Report
- SUSSMA Update
- Value Based Incentive Updates

DMC Contract Summary Report

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DMC Contract Summary Report

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

DMC Contract Summary Report

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.

DMC Contract Summary Report

- **Background:** Certain programs outside of treatment are funded through the DMC contract outside of Sage. Therefore, Sage contract and billing data only reflects treatment activities and may not represent full DMC contract usage.
- The new **DMC Contract Summary Report** displays all payments and recoupments applied to the FY 26-27 DMC contract, including treatment and non-treatment activities.
  - By accounting for all FY 26-27 activity funded by the DMC contract, the report displays the actual contract utilization and available funding.
  - Provider agencies are encouraged to review this report regularly to monitor payments, adjustments, and available funding.
- Beginning in FY 27-28, separate provider contracts will distinguish DMC treatment from other activities and the report will no longer be used.

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DMC Contract Summary Report

County of Los Angeles Public Health

SUBSTANCE ABUSE PREVENTION AND CONTROL
FY 26-27 DMC CONTRACT PAYMENT LEDGER

Note: Payments appear as negative amounts as they reduce the available Contract Amount.
Recoupments appear as positive amounts as they increase the available Contract Amount.

Recovery, Inc.

Payment/Adjustment Date	Payment/Adjustment Type		Amount
08/18/2026	R95 Enhancement Activity Payment	$	-20,000.00
10/02/2026	Bilingual Bonus Payment	$	-100.00
10/11/2026	VBI - Finance and Business Operations Payment	$	-6,000.00
10/28/2026	Programmatic Audit Payment	$	-100.00
10/28/2026	Programmatic Audit Recoupment	$	100.00
	Total Payments	$	**-26,200.00**
	Total Recoupments	$	**100.00**

341234 DMC Contract Amount	$	1,000,000.00
Approved Treatment Claims	$	-13,271.47
Recouped Treatment Claims (Voids and State Denials)	$	1,083.65
Total Non-Treatment Payments	$	-26,200.00
Total Non-Treatment Recoupments	$	100.00
Remaining Contract Amount	$	**961,712.18**
Contract Utilization		**3.83%**

DMC Contract Summary Report

Recovery, Inc.

Payment/Adjustment Date	Payment/Adjustment Type		Amount
08/18/2026	R95 Enhancement Activity Payment	$	-20,000.00
10/02/2026	Bilingual Bonus Payment	$	-100.00
10/11/2026	VBI - Finance and Business Operations Payment	$	-6,000.00
10/28/2026	Programmatic Audit Payment	$	-100.00
10/28/2026	Programmatic Audit Recoupment	$	100.00
	Total Payments	$	**-26,200.00**
	Total Recoupments	$	**100.00**

Some of the key information included in the DMC Contract Summary Report are:

- **The payment or recoupment that took place and the program/activity it is for**
  - **Fields:** Payment/Adjustment Date, Payment/Adjustment Type, Amount
- **Total payments and recoupments for non-treatment activities funded through the DMC contract**
  - **Fields:** Total Payments, Total Recoupments

Note: *Payments appear as negative as they reduce the available contract amount and recoupments appear as positive as they increase the available contract amount.*

DMC Contract Summary Report

341234 DMC Contract Amount	$	1,000,000.00
Approved Treatment Claims	$	-13,271.47
Recouped Treatment Claims (Voids and State Denials)	$	1,083.65
Total Non-Treatment Payments	$	-26,200.00
Total Non-Treatment Recoupments	$	100.00
Remaining Contract Amount	$	961,712.18
Contract Utilization		3.83%

Other key information included in the DMC Contract Summary Report are:

- **The DMC contract number and total contract amount**
  - **Field:** DMC Contract Amount
- **Total payments and recoupments for DMC treatment services**
  - **Fields:** Approved Treatment Claims, Recouped Treatment Claims (Voids and State Denials)
- **Total payments and recoupments for non-treatment activities funded through the DMC contract**
  - **Fields:** Total Non-Treatment Payments, Total Non-Treatment Recoupments
- **Available DMC funding remaining and % of DMC contract currently utilized**
  - **Fields:** Remaining Contract Amount, Contract Utilization

For more details on the report, join the next Billing and Denial Resolution Tutoring Lab on Thursday, Nov. 12th at 1pm.

Please ensure at least one billing/financial staff member from your agency attends!

SUSSMA Update

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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

SUSSMA Update

SUSSMA Status Letters

- Sent to all SAPC contracted providers with SUSSMA
- Lists categories included and NOT included in Master Agreement
- E-Mailed: Friday, Oct. 23rd

INCLUDED CATEGORY(IES)
Capacity Building, Training & Technical Support Services
Harm Reduction Services
Housing and Support Services
Outreach and Engagement Services
Prevention Program Services
SUD Workforce Education and Training Services
NOT INCLUDED CATEGORY(IES)
Evaluation Services
Integrated Care and Network Adequacy Services

- **Included in SUSSMA**
- **Provider would be eligible for**
  - **Value Based Incentives**
  - **Special Programs**
  - **ETC**

- **NOT Included in SUSSMA**
- **Provider would NOT be eligible for**
  - **Any future program under these categories**

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SUSSMA Update

County of Los Angeles Public Health

SUSSMA Status Letters – ACTION ITEMS

- Review your SUSSMA Status Letter
- Conduct internal assessment of
  - Current contracted service
  - Participation in VBI & Special Programing
- Explore plans to expand services
- Confirm categories are included in SUSSMA

NO SUSSMA Status Letter – ACTION ITEMS

- If not received, confirm you do NOT have SUSSMA
- Reach out to SUSSMA Contact for status
- Take needed action

SUSSMA Contract Action

- **Adding SUSSMA Categories**
  - **Exhibit 6**
  - **Search for RFSQ No. 2025-002**
  - **LA County Solicitations**

SUSSMA Contract Action

- **Applying for SUSSMA**
- **Search for RFSQ No. 2025-002**
  - **LA County Solicitations**

Value-Based Incentives Updates

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VBI: Finance and Business Operations

Deadlines

Data Aggregation-Building Performance and Risk Metrics (1-C)

- Data Aggregation Readiness Assessment (Cohort 3)
  - **Due**: 12/15/26
- Mid-Year SAPC Progress Check (Cohort 1 & 2)
  - **Due:** 01/29/27

SAPC staff will contact provider agencies directly to schedule from November 2026 through January 2027

Required Training

Data Aggregation: Advanced Dashboard Design & Implementation

Required Cohorts: Cohort 1 (Second Year, Advanced) and Cohort 2 (Second Year, Mid-Year)

Date: December 15, 2026| Register Now

Time: 9:00 am – 11:30 am

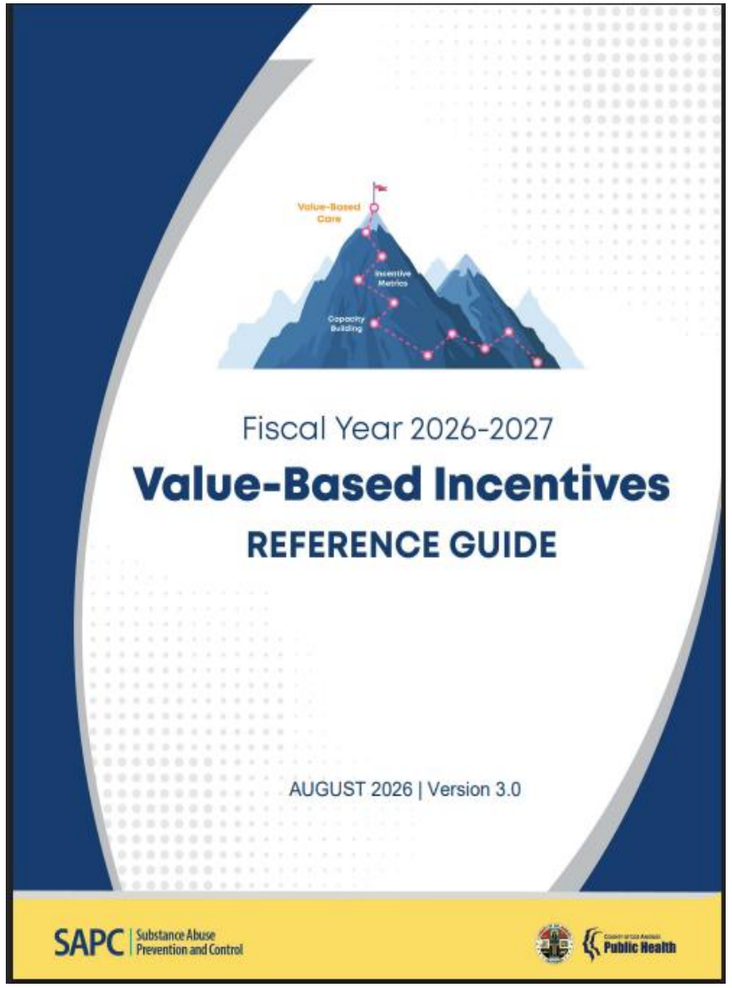
Location: Quiet Cannon, 77 Bella Verde Dr., Montebello, 90640

Required Attendees: Executive Sponsor and/or Project Lead

Provider Agency VBI Experience and Insight Interviews

- SAPC wants to learn directly from provider agencies about your experience with Value-Based Incentives (VBI) to better understand how they have impacted your organizations.
- Your insights will play a key role in strengthening and informing future program design and improving technical assistance for the provider network.
- SAPC is reaching out to provider agencies directly to schedule interviews.
- We look forward to connecting with you and hearing your agency's story!

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

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:

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DPH-SAPC-VBI@ph.lacounty.gov