



JENNIFER KENT
DIRECTOR

State of California—Health and Human Services Agency
Department of Health Care Services



EDMUND G. BROWN JR.
GOVERNOR

April 11, 2017

Judith Martin, MD, Medical Director
Substance Use Services
San Francisco Department of Public Health
1380 Howard Street, Room 221
San Francisco, CA 94103

Subject: 30-day cancellation notice of Agreement # 14-90096

Dr. Martin:

Pursuant to Exhibit E, paragraph 2 of the Agreement between the California Department of Health Care Services (DHCS) and the City and County of San Francisco for the period of July 1, 2014 through June 30, 2017, in the amount of \$58,504,385, DHCS is authorized to cancel the agreement upon giving a 30-day advance written notice.

On June 15, 2017, DHCS and the City and County of San Francisco will enter into Intergovernmental Agreement #16-93237, to deliver substance use disorder (SUD) services under the Drug Medi-Cal Organized Delivery System. Agreement #16-93237 wholly replaces Agreement #14-90096.

DHCS is hereby giving you advance written notice of the cancellation of Agreement # 14-90096 effective June 15, 2017.

Upon receipt of this notice, the City and County of San Francisco shall take immediate steps to stop performance and to cancel or reduce subsequent agreement costs. All obligations to provide covered services under this Agreement will terminate on June 15, 2017. The City and County of San Francisco will remain responsible to provide or arrange for covered services to beneficiaries until the cancellation date of this Agreement.

However, the City and County of San Francisco is entitled to payment for all allowable costs authorized under this Agreement and incurred up to the date of cancellation, including authorized non-cancelable obligations, provided such expenses do not exceed the stated maximum amounts payable.

April 11, 2017

If you have additional questions, please contact Robert Strom at (916) 327-2701.

Sincerely,

A handwritten signature in blue ink that reads "Luke W. Watson for Don Braeger". The signature is written in a cursive style.

Don Braeger, Chief

Substance Use Disorder Program, Policy and Fiscal Division

cc: Contract Management Unit
Accounting Office