CEN-TEX ALCOHOL AND
REHABILITATION CENTER AGREEMENT
(THIRD AMENDMENT)

September 2, 2025

## Background

- This program responds to recommendations outlined in the Homeless and Mental Health Strategic Plan for intensive mental health and substance use disorder treatment.
- Substance use disorder treatment includes counseling, and comprehensive wrap-around services to prepare individuals for long-term sufficiency and independence.
- □ The program is instrumental in assisting individuals to exit homelessness in Killeen.

## Funding Source

- The City of Killeen is a recipient of funds from the State of Texas Opioid Abatement Settlement and may utilize the funds to address Substance Use Disorder (SUD).
- Funds are disbursed periodically, with the amount determined by the State.

Received	Allocation
Dec. 2023	\$143,130.00
Mar. 2025	\$ 57,734.00
May 2025	\$1 <i>57</i> , <i>5</i> 89.00
TOTAL	\$358,453.00

## Original Agreement

- On December 12, 2023, Killeen City Council approved the Professional Services agreement with Central Texas Alcohol Rehabilitation Center (Cen-Tex ARC) in the amount \$143,130.00 for substance use disorder treatment, counseling, and comprehensive wrap-around services.
- □ The funding for the program supports two (2) scholarship beds for up to 180 days of substance use counseling and treatment.
- □ The maximum scholarship amount per person is \$35,100.00.

- The First Amendment provided for administrative amendments clarifying:
  - □ The maximum number of days per participants; and
  - Representatives with authority to coordinate services.
- No monetary or substantive changes to the original agreement were made.
- All other terms of the agreement remained unchanged.

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- On March 18, 2025, the City Council allocated an additional \$57,734.00 in settlement funds.
- The total funding was recalculated to equal \$200,864.00.
- All other terms of the agreement remained unchanged.

- □ The Third Amendment will increase the amount available by adding \$31,775.00 for a total agreement amount of \$232,639.00.
- The increase will fund SUD recovery services until all monies have been expended.
- All remaining terms of the agreement shall remain in effect.

## Balance of Settlement Funds Received

- Staff will present a new agreement with Centex ARC for City Council consideration.
- □ The proposed agreement will be in the amount of \$125,814.00, the balance of Opioid Abatement Settlement funds received to date.
  - **\$358,453-232,639=\$125,814.00**
- At that time accomplishments and previously unchanged terms may be renegotiated.

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Staff recommends that City Council authorize the City Manager or his designee to execute the Third Amendment for professional services agreement with Cen-Tex Alcohol Rehabilitation Center Inc. for a total contract amount of \$232,639.00.