

FOR LEGISLATIVE REVIEW

**DEVELOPMENTAL CENTERS
NOVEMBER ESTIMATE
FOR THE
2010-11 GOVERNOR'S BUDGET**



**DEPARTMENT OF
DEVELOPMENTAL SERVICES**

January 8, 2010

Table of Contents

<u>Section</u>	<u>Page</u>
A. Executive Summary Tables	A-1 to A-6
B. Executive Highlights.....	B-1 to B-2
C. Future Fiscal Issues/Major Assumptions	C-1 to C-2
D. Systemwide Population.....	D-1 to D-2
E. Statements of Change	E-1.1 to E-2.11
F. Fund Sources	F-1 to F-4
G. Agnews Closure Plan.....	G-1

Executive Summary Tables

Index

	<u>Page</u>
Systemwide:	
Current Year 2009-10 and Budget Year 2010-11 Tables	A-1
Current Year 2009-10 Detailed Funding Summary	A-2
Budget Year 2010-11 Detailed Funding Summary	A-3
Current Year 2009-10 to Budget Year 2010-11 Table	A-4
Prior Year 2008-09 Table	A-5
Position Summary	A-6

EXECUTIVE SUMMARY

CURRENT YEAR 2009-10 and BUDGET YEAR 2010-11

	CURRENT YEAR 2009-10				BUDGET YEAR 2010-11			
	A 2009 Enacted Budget (July 28, 2009)	B 2010-11 Adjusted Budget CY 2009-10	C 2010-11 November Estimate CY 2009-10	D 2010-11 November Estimate Request CY 2009-10 (C - B)	E Additional Adjustments Taken in Budget Year	F 2010-11 Adjusted Budget BY 2010-11 (E + B)	G 2010-11 November Estimate BY 2009-10	H 2010-11 November Estimate Request BY 2009-10 (G - F)
TOTAL FUNDING	\$673,252,000	\$603,834,000	\$603,834,000	\$0	\$37,055,000	\$640,889,000	\$640,889,000	\$0
Positions	6,757.6	6,523.8	6,523.8	0.0	-124.2	6,399.6	6,322.6	-77.0
Average In-Center Population	2,220	2,220	2,151	-69	0	2,220	2,008	-212
General Fund (0001)	\$291,726,000	\$261,058,000	\$261,058,000	\$0	\$14,143,000	\$275,201,000	\$309,714,000	\$34,513,000
Item 002	6,119,000	6,427,000	6,427,000	0	650,000	7,077,000	7,077,000	0
Item 003	278,036,000	247,532,000	247,532,000	0	13,130,000	260,662,000	295,175,000	34,513,000
Item 004	7,321,000	6,878,000	6,878,000	0	337,000	7,215,000	7,215,000	0
Item 017	250,000	221,000	221,000	0	26,000	247,000	247,000	0
Reimbursements (0995)	\$380,560,000	\$341,849,000	\$341,849,000	\$0	\$22,929,000	\$364,778,000	\$330,265,000	-\$34,513,000
Item 002	0	0	0	0	1,000	1,000	1,000	0
Item 003	377,871,000	339,313,000	339,313,000	0	22,788,000	362,101,000	327,588,000	-34,513,000
Item 004	2,527,000	2,393,000	2,393,000	0	123,000	2,516,000	2,516,000	0
Item 017	162,000	143,000	143,000	0	17,000	160,000	160,000	0
Federal Funds (0890)	\$518,000	\$517,000	\$517,000	\$0	\$2,000	\$519,000	\$519,000	\$0
Item 003	518,000	517,000	517,000	0	2,000	519,000	519,000	0
Lottery Education Fund (0814)	\$448,000	\$410,000	\$410,000	\$0	-\$19,000	\$391,000	\$391,000	\$0
Item 503	448,000	410,000	410,000	0	-19,000	391,000	391,000	0
Total DC Program Budget	\$673,252,000	\$603,834,000	\$603,834,000	\$0	\$37,055,000	\$640,889,000	\$640,889,000	\$0
002	6,119,000	6,427,000	6,427,000	0	651,000	7,078,000	7,078,000	0
003	656,425,000	587,362,000	587,362,000	0	35,920,000	623,282,000	623,282,000	0
004	9,848,000	9,271,000	9,271,000	0	460,000	9,731,000	9,731,000	0
017	412,000	364,000	364,000	0	43,000	407,000	407,000	0
503	448,000	410,000	410,000	0	-19,000	391,000	391,000	0

DEVELOPMENTAL CENTERS DETAILED FUNDING SUMMARY
Comparison of Adjusted CY 2009-10 Budget to the 2010-11 November Estimate for CY 2009-10

CURRENT YEAR 2009-10

	A	B	C	D	E	F	G	H	I
	Enacted Budget (July 28, 2009) CY 2009-10	Planned Estimated Savings: Agnews DC Reduce Limited-Term Administrative Closure Staffing	BL 09-35 Section 3.90 Furlough, Overtime, & Holiday Reduction	Base Budget Adjustments (See Notes)	Position Reductions (See Notes)	Adjusted Budget CY 2009-10	2010-11 November Estimate CY 2009-10	2010-11 November Estimate Request CY 2009-10	Change from Enacted Budget (July 28, 2009) CY 2009-10
Program 20 Total	\$673,252,000	-\$335,000	-\$67,296,000	-\$1,787,000	\$0	\$603,834,000	\$603,834,000	\$0	-\$69,418,000
Positions	6,757.6	-5.0	0.0	0.0	-228.8	6,523.8	6,523.8	0.0	-233.8
Average In-Center Population	2,220	0	0	0	0	2,220	2,151	-69	-69
Funding Sources									
General Fund Total	\$291,726,000	-\$195,000	-\$28,689,000	-\$1,784,000	\$0	\$261,058,000	\$261,058,000	\$0	-\$30,668,000
General Fund Match	218,469,000	-140,000	-28,659,000	-80,000	0	189,590,000	189,590,000	0	-28,879,000
General Fund Other	73,257,000	-55,000	-30,000	-1,704,000	0	71,468,000	71,468,000	0	-1,789,000
Reimbursement Total	\$380,560,000	-\$140,000	-\$38,605,000	\$34,000	\$0	\$341,849,000	\$341,849,000	\$0	-\$38,711,000
Medi-Cal Reimbursements	355,677,000	-140,000	-38,605,000	34,000	0	316,966,000	316,966,000	0	-38,711,000
Other Reimbursements	24,883,000	0	0	0	0	24,883,000	24,883,000	0	0
Federal Funds	\$518,000	\$0	-\$2,000	\$1,000	\$0	\$517,000	\$517,000	\$0	-\$1,000
Lottery Education Fund	\$448,000	\$0	\$0	-\$38,000	\$0	\$410,000	\$410,000	\$0	-\$38,000
Total Funding	\$673,252,000	-\$335,000	-\$67,296,000	-\$1,787,000	\$0	\$603,834,000	\$603,834,000	\$0	-\$69,418,000

ASSUMPTIONS:

Column A:

- A phase-in relief reduction of 127.5 FTEs (based on 255 full-year FTEs) as part of the 2009-10 May Revision staffing adjustments.
- A reduction of 14.0 FTEs for Agnews Developmental Center's Primary Care Clinic.
- A \$2.0 million initial reduction for the closure of Sierra Vista Community Facility.

Column C: Includes a \$59.4 million furlough reduction.

Column D:

- Sec. 3.55 Preferred Provider Organization Premium Holiday, -\$930,000.
- Sec. 3.60 Retirement, \$896,000.
- Sec. 4.04 Prohibiting General Fund baseline price increase adjustments, -\$2,023,000.
- Lease-Revenue Debt Service Adjustment, \$55,000.
- Sec. 4.30 Rental Payments on lease-revenue bonds, \$253,000.
- Lottery Education Fund Adjustment, -\$38,000.

Column E:

- DPA Position Reduction (position reduction only), -81.6 FTEs. This is a phase-in relief reduction as part of the 2009-10 May Revision staffing adjustments. The total May Revision reduction for Current Year 2009-10 is 209.1 FTEs, less the 127.5 FTEs already in Column A, equals 81.6 FTEs.
- One-Third Vacancy Reduction (position reduction only), -147.2 FTEs. This is Current Year 2009-10's reduction for the One-Third Vacancy Drill (based on 184.0 full-year FTEs).

Column H: No change in ARRA funding.

DEVELOPMENTAL CENTERS DETAILED FUNDING SUMMARY
Comparison of Adjusted CY 2009-10 Budget to the 2010-11 November Estimate for BY 2010-11

BUDGET YEAR 2010-11

	A	B	C	D	E	F	G	H	I	J	K
	Enacted Budget (July 28, 2009) CY 2009-10	Agnews DC Reduce Limited- Term Administrative Closure Staffing	BL 09-35 Section 3.90	Base Budget Adjustments (See Notes)	May Revision Full- Year Adjustments	Other Position Reductions (See Notes)	Annualized Savings Target (Sierra Vista)	Adjusted Budget BY 2010-11	2010-11 November Estimate BY 2010-11	2010-11 November Estimate Request BY 2010-11	Change from Enacted Budget (July 28, 2009) BY 2010-11
Program 20 Total	\$673,252,000	-\$335,000	-\$7,908,000	-\$254,000	-\$12,266,000	\$0	-\$11,600,000	\$640,889,000	\$640,889,000	\$0	-\$32,363,000
Positions	6,757.6	-5.0	0.0	0.0	-127.5	-225.5	0.0	6,399.6	6,322.6	-77.0	-435.0
Average In-Center Population	2,220	0	0	0	0	0	0	2,220	2,008	-212	-212
Funding Sources											
General Fund Total	\$291,726,000	-\$195,000	-\$3,372,000	-\$681,000	-\$6,277,000	\$0	-\$6,000,000	\$275,201,000	\$309,714,000	\$34,513,000	\$17,988,000
General Fund Match	218,469,000	-140,000	-3,368,000	373,000	-3,924,000	0	-5,600,000	205,810,000	205,810,000	0	-12,659,000
General Fund Match (Backfill ARRA)	0	0	0	0	0	0	0	0	34,513,000	34,513,000	34,513,000
General Fund Other	73,257,000	-55,000	-4,000	-1,054,000	-2,353,000	0	-400,000	69,391,000	69,391,000	0	-3,866,000
Reimbursement Total	\$380,560,000	-\$140,000	-\$4,536,000	\$483,000	-\$5,989,000	\$0	-\$5,600,000	\$364,778,000	\$330,265,000	-\$34,513,000	-\$50,295,000
Medi-Cal Reimbursements	355,677,000	-140,000	-4,536,000	482,000	-5,989,000	0	-5,600,000	339,894,000	305,381,000	-34,513,000	-50,296,000
Other Reimbursements	24,883,000	0	0	1,000	0	0	0	24,884,000	24,884,000	0	1,000
Federal Funds	\$518,000	\$0	\$0	\$1,000	\$0	\$0	\$0	\$519,000	\$519,000	\$0	\$1,000
Lottery Education Fund	\$448,000	\$0	\$0	-\$57,000	\$0	\$0	\$0	\$391,000	\$391,000	\$0	-\$57,000
Total Funding	\$673,252,000	-\$335,000	-\$7,908,000	-\$254,000	-\$12,266,000	\$0	-\$11,600,000	\$640,889,000	\$640,889,000	\$0	-\$32,363,000

ASSUMPTIONS:

Column A:

- A phase-in relief reduction of 127.5 FTEs (based on 255 full-year FTEs) as part of the 2009-10 May Revision staffing adjustments.
- A reduction of 14.0 FTEs for Agnews Developmental Center's Primary Care Clinic.
- A \$2.0 million initial reduction for the closure of Sierra Vista Community Facility.

Column D:

- Sec. 3.60 Retirement, \$895,000.
- Sec. 4.04 Prohibiting General Fund baseline price increase adjustments, -\$2,023,000.
- SWCAP Adjustment, \$77,000.
- SWCAP Reversal, -\$105,000.
- Lease-Revenue Debt Service Adjustment, \$705,000.
- Sec. 4.30 Rental payments on lease-revenue bonds, \$253,000.
- Lottery Education Fund Adjustment, -\$57,000.

Column E: Includes a full-year reduction of 127.5 FTEs as part of the 2009-10 May Revision staffing adjustments.

Column F:

- Full-Year Position Reduction Adjustments (position reduction only), -41.5 FTEs. This is a full-year reduction as part of the 2009-10 May Revision Staffing adjustments.
- One-Third Vacancy Reduction (position reduction only), -184.0 FTEs. These are full-year FTEs.

Column I: Includes a six-month General Fund backfill of ARRA-related Reimbursement authority. This estimate does NOT include the GF reduction proposed for Control Section 8.65, federal reimbursement for additional six months of ARRA-related enhanced FMAP.

EXECUTIVE SUMMARY**CURRENT YEAR 2009-10 TO BUDGET YEAR 2010-11**

	2010-11 November Estimate CY 2009-10	2010-11 November Estimate BY 2010-11	Change from CY 2009-10 to BY 2010-11
Program 20 Total	\$603,834,000	\$640,889,000	\$37,055,000
Positions	6,523.8	6,322.6	-201.2
Average In-Center Population	2,151	2,008	-143
Funding Sources			
General Fund Total	\$261,058,000	\$309,714,000	\$48,656,000
General Fund Match	189,590,000	205,810,000	16,220,000
General Fund Match (Backfill ARRA)	0	34,513,000	34,513,000
General Fund Other	71,468,000	69,391,000	-2,077,000
Reimbursement Total	\$341,849,000	\$330,265,000	-\$11,584,000
Medi-Cal Reimbursements	316,966,000	305,381,000	-11,585,000
Other Reimbursements	24,883,000	24,884,000	1,000
Federal Funds	\$517,000	\$519,000	\$2,000
Lottery Education Fund	\$410,000	\$391,000	-\$19,000
Total Funding	\$603,834,000	\$640,889,000	\$37,055,000

Assumptions

- Current Year 2009-10 includes a \$57 million furlough reduction and no change in ARRA funding.
- Budget Year 2010-11 includes a \$57 million furlough restoration and a six-month backfill of ARRA-related Reimbursement authority.
- Budget Year 2010-11 does not include \$34,513,000 for the ARRA-related enhanced federal reimbursement of FMA

DEVELOPMENTAL CENTERS DETAILED FUNDING SUMMARY
Comparison of Enacted PY 2009-10 Budget to the 2010-11 November Estimate for PY 2009-10

PRIOR YEAR 2008-09

	Enacted Budget PY 2008-09	2008-09 Governor's Budget PY 2008-09	Adjustment	2009-10 May Revision PY 2008-09	Proposed Final Budget PY 2008-09	Change from Governor's Budget PY 2008-09	Change from Enacted Budget for PY 2008-09
			BL 09-10 CS 3.90 Furlough Reduction (Pending EO)				
Program 20 Total	\$668,741,000	\$719,485,000	-\$13,360,000	-\$47,000	\$706,078,000	-\$13,407,000	\$37,337,000
Positions	6,438.1	6,899.1	0.0	0.0	6,899.1	0.0	461.0
Average In-Center Population	2,404	2,317	0	0	2,317	0.0	-87.0
Funding Sources							
General Fund Total	\$356,436,000	\$387,812,000	-\$6,499,000	-\$52,874,000	\$328,439,000	-\$59,373,000	-\$27,997,000
General Fund Match	284,696,000	290,431,000	0	-52,874,000	237,558,000	-52,873,000	-47,138,000
General Fund Other	71,740,000	97,381,000	-6,499,000	0	90,881,000	-6,500,000	19,141,000
Non-Budget Act General Fund	0	0	0	0	0	0	0
Reimbursement Total	311,209,000	330,645,000	-6,861,000	52,874,000	376,658,000	\$46,013,000	\$65,449,000
Medi-Cal Reimbursements	284,697,000	304,133,000	-6,861,000	52,874,000	350,146,000	46,013,000	65,449,000
Other Reimbursements	26,512,000	26,512,000	0	0	26,512,000	0	0
Federal Funds	533,000	533,000	0	0	533,000	0	0
Lottery Education Fund	563,000	495,000	0	-47,000	448,000	-47,000	-115,000
Total Funding	\$668,741,000	\$719,485,000	-\$13,360,000	-\$47,000	\$706,078,000	-\$13,407,000	\$37,337,000

Position Summary

CURRENT YEAR 2009-10					
	TOTALS	LEVEL-OF-CARE			NON LOC
		PROF	NURSING	TOTAL	
2009-10 Authorized Positions	6,523.8	385.2	2,250.1	2,635.3	3,888.5
November Estimate	0.0	0.0	0.0	0.0	0.0
November Estimate Totals	0.0	0.0	0.0	0.0	0.0
Governor's Budget Totals	6,523.8	385.2	2,250.1	2,635.3	3,888.5
Total Adjustments	0.0	0.0	0.0	0.0	0.0

The enacted budget reflects 6,757.6 positions prior to reductions through administrative actions to a new total of 6,523.8.

BUDGET YEAR 2010-11					
	TOTALS	LEVEL-OF-CARE			NON LOC
		PROF	NURSING	TOTAL	
2009-10 Authorized Positions	6,399.6	370.0	2,201.0	2,571.0	3,828.6
November Estimate	-77.0	-6.0	-7.0	-13.0	-64.0
November Estimate Totals	-77.0	-6.0	-7.0	-13.0	-64.0
Governor's Budget Totals	6,322.6	364.0	2,194.0	2,558.0	3,764.6
Total Adjustments	-77.0	-6.0	-7.0	-13.0	-64.0

EXECUTIVE HIGHLIGHTS

CURRENT YEAR 2009-10

NEW MAJOR ASSUMPTIONS:

The 2010-11 November Estimate does not include any new major assumptions for CY 2009-10.

REVISED MAJOR ASSUMPTIONS:

The 2010-11 November Estimate does not include any revised major assumptions for CY 2009-10.

PROGRAM UPDATE:

CURRENT YEAR STAFFING ADJUSTMENT: No Change

The November Estimate reflects a decrease of 69 consumers compared to the 2009-10 May Revision (from 2,220 to 2,151). This projected decrease in developmental center (DC) population is due to projected transfers of DC consumers into the community.

Staffing standards indicate this population change would result in a net reduction of 154.5 positions compared to the 2009 enacted budget. In the current year, the Department has already reduced 233.8 positions through other administrative actions since the budget was enacted. Because the Department has already reduced more positions than the staffing standards would generate, the Department has not taken further reductions in this estimate.

The \$2.0 million reduction associated with the closure of Sierra Vista is already incorporated into the 2009 enacted budget. As a result, no further funding reductions are needed.

BUDGET YEAR 2010-11

NEW MAJOR ASSUMPTION:

The 2010-11 November Estimate does not include any new major assumptions for BY 2010-11.

REVISED MAJOR ASSUMPTIONS:

American Recovery and Reinvestment Act

The Department is adjusting the reimbursement authority in 2010-11 based on the elimination of six months of federal funding associated with the operation of the State Developmental Centers (DC) and the State-Operated small facility. The decrease in federal reimbursements results from the terms of the American Recovery and Reinvestment Act (ARRA), which allowed for a temporary increase in the Federal Medical Assistance Percentage (FMAP) that expires on December 31, 2010. This estimate includes six months of FMAP at the reduced rate.

This request assumes a reduction in FMAP to 50% (a decrease from 61.59%) for the DC and small facility operations.

PROGRAM UPDATE:

BUDGET YEAR STAFFING ADJUSTMENT: No Funding Change

The November Estimate reflects a decrease of 212 consumers compared to the 2009-10 May Revision (from 2,220 to 2,008). This projected decrease in DC population is due to projected transfers of DC consumers into the community.

Staffing standards indicate this population change would result in a net reduction of 432.5 positions compared to the 2009 enacted budget. The Department has already reduced 358 (233.8 annualized) positions through other administrative actions since the budget was enacted. This leaves a balance of 74.5 positions not yet abolished. To accomplish this reduction, the Department will abolish 77 positions due to the closure of the Sierra Vista facility.

The additional \$11.6 million reduction associated with the closure of Sierra Vista is already incorporated into the approved savings target for 2010-11. As a result, no further funding reductions are needed.

FUTURE FISCAL ISSUES AND MAJOR ASSUMPTIONS

FUTURE FISCAL ISSUES

The 2010-11 November Estimate does not include any future fiscal issues.

NEW MAJOR ASSUMPTIONS

No new major assumptions exist at this time for the 2010-11 November Estimate.

REVISED MAJOR ASSUMPTIONS

American Recovery and Reinvestment Act

The Department is adjusting the reimbursement authority in 2010-11 based on the elimination of six months of federal funding associated with the operation of the State Developmental Centers (DC) and the State-Operated small facility. The decrease in federal reimbursements results from the terms of the American Recovery and Reinvestment Act (ARRA) which allowed for a temporary increase in the Federal Medical Assistance Percentage (FMAP) that expires on December 31, 2010. This estimate includes six months of FMAP at the reduced rate.

This request assumes a reduction in FMAP to 50% (a decrease from 61.59%) for the DC and small facility operations.

Change from Prior Estimate:

The budget assumes full year ARRA funding and has been adjusted to reflect six months of ARRA funding in 2010-11.

UNCHANGED MAJOR ASSUMPTIONS

Population

- Admissions
- Deaths
- Placements

Personal Services

- Staffing
 - Level-of-Care
 - Non-Level-of-Care
- Adjustments to LOC/NLOC Staffing Standards
- Health Insurance Portability and Accountability Act
- Employee Compensation
- Medicare Part D Prescription Drug Benefits
- Quality Management System
- Porterville Intensive Behavioral Treatment Residence
- Office of Protective Services

Agnews Developmental Center Closure

- AB 1378 State Employees in the Community
- Primary Care Clinic and Closure Services / Administrative Staff for Closure / Warm Shutdown

Operating Expenses

- Occupational/Physical Therapy Contract Services / Speech Therapy Contract Services
- Foodstuff / Drugs, Laboratory and Supply/ Clothing
- AB 1202 Education Contracts with Local Counties / Community Facilities Contract-Out Services
- ICF-DD Quality Assurance Fee

Funding Sources

- Non-Proposition 98 General Fund
- Proposition 98 General Fund
- HIPAA General Fund
- Reimbursements
 - Title XIX/Medi-Cal
 - Other Reimbursements
- Federal Funds
- Lottery Education Fund (Non-Budget Act)

DISCONTINUED MAJOR ASSUMPTIONS

Time Limited

No discontinued major assumptions exist at this time for the 2010-11 November Estimate.

SYSTEMWIDE POPULATION

Current Year 2009-10				
	2009-10 Enacted Budget CY 2009-10	2010-11 November Estimate CY 2009-10	Change from Enacted to November Estimate CY 2009-10	Percentage Annual Change
Beginning Population, July 1, 2009	2,288	2,250	-38	-2%
Admissions	121	112	-9	-7%
Placements*	-176	-206	-30	17%
Deaths	-54	-64	-10	19%
Ending Population, June 30, 2010	2,179	2,092	-87	-4%
Average Population	2,242	2,172	-70	-3%
On Leave	-22	-21	1	-5%
Total Average In-Center Population	2,220	2,151	-69	-3%

* Assumes 176 as designated by the Community Placement Plan (CPP) and 30 Non-CPP miscellaneous placements.

Budget Year 2010-11				
	2009-10 Enacted Budget CY 2009-10	2010-11 November Estimate BY 2010-11	Change from Enacted to November Estimate BY 2010-11	Percentage Annual Change
Beginning Population, July 1, 2010	2,288	2,092	-196	-9%
Admissions	121	112	-9	-7%
Placements*	-176	-193	-17	10%
Deaths	-54	-64	-10	19%
Ending Population, June 30, 2011	2,179	1,947	-232	-11%
Average Population	2,242	2,029	-213	-10%
On Leave	-22	-21	1	-5%
Total Average In-Center Population	2,220	2,008	-212	-10%

* Assumes 176 as designated by the Community Placement Plan (CPP) and 17 Non-CPP miscellaneous placements.

Current Year 2009-10 to Budget Year 2010-11				
	2010-11 November Estimate CY 2009-10	2010-11 November Estimate BY 2010-11	Change from CY 2009-10 to BY 2010-11	Percentage Change
Beginning Population, July 1st	2,250	2,092	-158	-7%
Admissions	112	112	0	0%
Placements	-206	-193	13	-6%
Deaths	-64	-64	0	0%
Ending Population, June 30th	2,092	1,947	-145	-7%
Average Population	2,172	2,029	-143	-7%
On Leave	-21	-21	0	0%
Total Average In-Center Population	2,151	2,008	-143	-7%

Assumptions/Methodology:

Historical data indicates that more placements occur in the second half of the fiscal year due to resource development (new providers/beds) in the community. The average in-center population estimate is weighted to account for this factor.

**CLIENT DEVELOPMENT EVALUATION REPORT (CDER) MIX PERCENTAGE
(SYSTEMWIDE)**

Comparison of the Enacted CY 2009-10 Budget to the 2010-11 November Estimate

Preferred Programs:	CMC 1	PD 2	AUT 3	SENS 4	CD 5	BEH 6	HAB 7	SOC 8	P&S 9
2009-10 Enacted Budget (Based on CY 2009-10)	35.2%	8.5%	10.2%	1.4%	0.0%	39.9%	1.2%	2.0%	1.5%
2010-11 November Estimate (Based on BY 2010-11)	35.2%	8.5%	10.2%	1.4%	0.0%	39.9%	1.2%	2.0%	1.5%
Difference	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

CMC: Continuing Medical Care
 PD: Physical Development
 AUT: Autism
 SENS: Sensory Development
 CD: Child Development

BEH: Behavior Development
 HAB: Habilitation
 SOC: Social Development
 P&S: Physical and Social Development

Statements of Change

Index

	<u>Page</u>
Revised Major Assumptions:	
American Recovery and Reinvestment Act	E-1.1 to E-1.3
Program Updates:	
Staffing Adjustments	E-2.1 to E-2.3
Staffing Population Adjustments Detail	E-2.4 to E-2.11

Revised Major Assumption
American Recovery and Reinvestment Act
Federal Medical Assistance Percentage

DESCRIPTION:

The Department is adjusting the reimbursement authority in 2010-11 based on the reduced federal funding associated with the operation of the State Developmental Centers (DC) and the State-Operated small facility. The decrease in federal reimbursements results from the terms of the American Recovery and Reinvestment Act (ARRA) which allowed for a temporary increase in the Federal Medical Assistance Percentage (FMAP) that expires on December 31, 2010. This estimate includes the six months of FMAP at the reduced rate.

Nature of Request

This request assumes a reduction in FMAP to 50% (a decrease from 61.59%) for the DC and small facility operations in BY 2010-11, a total increase in General Fund of \$34.5 million.

Workload associated with drawing down the enhanced FMAP can be incorporated into current administrative operations established to draw down the 50% FMAP.

Background/History

The ARRA, signed into law by President Obama on February 17th, 2009, included measures to modernize our nation's infrastructure, enhance energy independence, expand educational opportunities, preserve and improve affordable health care, provide tax relief, and protect those in greatest need.

The ARRA provided a temporary increase in the share of the Medicaid program paid by the federal government for nine calendar quarters (October 1, 2008 through December 31, 2010). Each state receives an across the board increase in FMAP of 6.2 percentage points. Further, the ARRA provides an additional increase in FMAP for states with increases in unemployment rates. California received an 11.59% FMAP increase; 6.2% general increase plus an increase for unemployment. This increase in FMAP resulted in a decrease in California's share of cost for those individuals who are currently served under existing federal programs in DCs and/or State-operated small facilities.

No programmatic changes were necessary under Developmental Services in order to obtain the additional funding.

Justification

- The ARRA is a federal law that was passed to provide economic stimulus to states.
- The budget that was passed in July 2009 by the California Legislature and signed by the Governor incorporated the ARRA monies. The budget was built on a full year assumption of drawing down these additional monies, however in 2010-11, the additional funding is only for six months increasing pressure on the General Fund.

Revised Major Assumption
American Recovery and Reinvestment Act
Federal Medical Assistance Percentage (Continued)

ASSUMPTIONS/METHODOLOGY:

See Attachment A.

Timetable

October 1, 2008 to December 31, 2010

There will be no change in the Department's expenditures as a result of this assumption.

FUNDING:

The FMAP rate in current year is 61.59 percent. The rate in budget year will be 61.59 percent from July 1, 2010 to December 31, 2010 and 50 percent effective January 1, 2011.

CHANGE FROM PRIOR ESTIMATE:

The budget assumes full year ARRA funding and has been adjusted to reflect six months of ARRA funding, necessitating a General Fund backfill.

TOTAL EXPENDITURES:

	<u>CY 2009-10</u>	<u>BY 2010-11</u>
TOTAL FUNDING	\$0	\$0
General Fund	\$0	\$34,513,000
<i>General Fund Match</i>	<i>0</i>	<i>0</i>
<i>General Fund Backfill (ARRA)</i>	<i>0</i>	<i>34,513,000</i>
<i>General Fund Other</i>	<i>0</i>	<i>0</i>
Reimbursements	\$0	-\$34,513,000
<i>Medi-Cal Reimbursements</i>	<i>0</i>	<i>-34,513,000</i>

Attachment A

**Developmental Centers
American Recovery and Reinvestment Act (ARRA)
Federal Medical Assistance Percentage (FMAP)
Estimate of General Fund Savings Need with FMAP Decrease**

	A	B	C	= C-B	
	Total Budget	Budgeted Medi-Cal Funding @ 52.9%	Medi-Cal Funding Prior to ARRA Relief @ 42.2%	Full Year Adjustment	2010-11 6 Months GF Backfill
Budget Year 2010-11	\$642,115,000	\$339,999,000	\$270,972,530	-\$69,026,470	<u>-\$34,513,000</u>
General Fund					\$34,513,000
Medi-Cal Reimbursements					-\$34,513,000

Program Update Staffing Adjustments

DESCRIPTION:

Staffing includes personal services and operating expenses for level-of-care (LOC) and non-level-of-care (NLOC) facility staff.

KEY DATA/ASSUMPTIONS:

POPULATION:

- Population data is from the Client Development Evaluation Report.

- **Developmental Center (DC) Average Population**

Leave Beds

Net In-Center Population

2009-10 Enacted Population

Net In-Center Population Change

	<u>CY 2009-10</u>	<u>BY 2010-11</u>
	2,172	2,029
	-21	-21
	2,151	2,008
	2,220	2,220
	-69	-212

METHODOLOGY:

Staffing standards would indicate this population change would result in a position reduction compared to 2009-10 enacted budget. However, the Department has already reduced positions through other administrative actions since the budget was enacted. This leaves a balance of 0.0 in the CY and 74.5 positions in the BY not yet abolished. To accomplish this reduction, the Department will abolish 77 positions due to the closure of the Sierra Vista facility.

STAFFING:

- **Positions based on 2010 Salaries and Wages:**

2010-11 November Estimate

Net Position Change

	<u>CY 2009-10</u>	<u>BY 2010-11</u>
	6,523.8	6,399.6
	6,523.8	6,322.6
	0.0	-77.0

- **Enacted Budget:**

Ongoing Positions

May Revision Staffing (255 full year)

May Revision ADC Clinic

	6,757.6	6,757.6
	6,899.1	6,899.1
	-127.5	-127.5
	-14.0	-14.0

- **2010-11 Salaries and Wages, Authorized Positions**

- **November Estimate Staffing Need:**

Level-of-Care

Non-Level-of-Care

November Estimate Total

	6,523.8	6,399.6
	2,566.3	2,371.0
	3,803.0	3,596.1
	6,369.3	5,967.1

Program Update
Staffing Adjustments (Continued)

• Additional Reductions (actual):		
May Revision Full Year Reduction	0.0	-127.5
Agnews DC Administrative Closure (LT)	-5.0	-5.0
Position Reduction (filled and vacant)	-81.6	-41.5
One-Third Vacancy Position Reduction	-147.2	-184.0
Total Reductions	-233.8	-358.0
• November Estimate Staffing Adjustment Reduction (calculated):		
Level-of-Care	-69.0	-200.0
Non-Level-of-Care	-85.5	-232.5
Total calculated reductions	-154.5	-432.5
• Difference from Staffing Standards		
Reductions already taken (+) or not yet taken (-)	79.3	-74.5
• November Estimate Staffing Adjustment Reduction (proposed):		
Level-of-Care	0.0	-13.0
Non-Level-of-Care	0.0	-64.0
• NOVEMBER ESTIMATE STAFFING REQUEST	0.0	-77.0
• NOVEMBER ESTIMATE FUNDING REQUEST	\$0	\$0

FUNDING:

The funding for staff expenditures is based on the estimated Medi-Cal eligibility of the residents in each facility. Federal Financial Participation is estimated using the federal medical assistance percentage rate provided by the Department of Health Care Services.

REASON FOR CHANGE:

Changes are based on updated population and CDER data and other administrative actions taken since the enactment of the 2009 budget. Staffing standards indicate this population change would result in a net reduction of 154.5 positions (CY) and 432.5 positions (BY) compared to the 2009 enacted budget. The Department has already reduced 233.8 positions (CY) and 358.0 positions (BY) through other administrative actions since the budget was enacted. In Current Year, the Department has already reduced more positions than the staffing standards would generate, so the Department has not taken further reductions in this estimate. In Budget Year however, the calculation leaves a balance of 74.5 positions not yet abolished. To accomplish this reduction, the Department will abolish 77 positions due to the closure of the Sierra Vista facility.

Program Update
Staffing Adjustments (Continued)

TOTAL EXPENDITURES:	<u>CY 2009-10</u>	<u>BY 2010-11</u>
TOTAL REQUEST	\$0	\$0
General Fund Total	\$0	\$0
<i>General Fund Match</i>		
<i>General Fund Other</i>		
Reimbursements Total	\$0	\$0
<i>Medi-Cal Reimbursements</i>		
TOTAL POSITIONS	0.0	-77.0

Attachment A-1

Program Update
Staffing Population Adjustments
Level-of-Care Staffing

CURRENT YEAR 2009-10

	2009 Enacted Budget	2010-11 November Estimate	Net Change	Fiscal Impact		
					003	004
PROFESSIONAL:	2,220	2,151	-69			
Medical	40.0	39.0	-1.0	-\$165,335	-\$165,335	\$0
Psychology	80.0	77.0	-3.0	-150,716	-150,716	0
Social Work	66.0	65.0	-1.0	0	0	0
Rehab Therapy	79.0	78.0	-1.0	0	0	0
Phys./Occ. Therapy	0.0	0.0	0.0	0	0	0
Education	110.0	108.0	-2.0	-50,605	0	-50,605
Speech	0.0	0.0	0.0	0	0	0
Subtotal, Professional	375.0	367.0	-8.0	-\$366,656	-\$316,051	-\$50,605
NURSING:	2,284.0	2,223.0	-61.0	-2,186,022	-2,186,022	0
Subtotal : LOC Permanent	2,659.0	2,590.0	-69.0	-\$2,552,678	-\$2,502,073	-\$50,605
TEMPORARY HELP						
Physical Therapy (PT)/Occupational Therapy (OT)				-\$192,205	-\$192,205	\$0
Speech Therapy (ST)				-172,701	0	-172,701
Offset by additional administrative actions			38.0	2,964,187	3,258,986	-294,799
Subtotal, Temporary Help				\$2,599,281	\$3,066,781	-\$467,500
Subtotal, Salaries and Wages				\$46,603	\$564,708	-\$518,105
STAFF BENEFITS						
OASDI/Medicare				-\$192,767	-\$173,585	-\$19,182
Health				-344,512	-315,105	-29,407
Retirement				-504,288	-462,697	-41,591
Subtotal, Staff Benefits				-1,041,567	-951,387	-90,180
TOTAL, PERSONAL SERVICES				-\$994,964	-\$386,679	-\$608,285
OPERATING EXPENSE & EQUIPMENT						
OT/PT Contract Services				\$198,334	\$198,334	\$0
ST Contract Services				608,285	0	608,285
Foodstuffs	\$1,829			-71,331	-71,331	0
Drugs, Lab & Supply	\$1,371			-53,469	-53,469	0
Clothing	\$586			-22,854	-22,854	0
TOTAL, OPERATING EXPENSE & EQUIPMENT				\$658,965	\$50,680	\$608,285
Subtotal Request				-\$336,000	-\$336,000	\$0
Offset by Sierra Vista closure funding of \$2 million (based on LOC/NLOC) in 2009-10.			31.0	\$336,000	\$336,000	\$0
TOTAL REQUEST			0.0	\$0	\$0	\$0
ROUNDING				\$0	\$0	\$0

Attachment A-1

Program Update
Staffing Population Adjustments
Level-of-Care Staffing

CURRENT YEAR 2009-10 (Continued)

	Fiscal Impact		
		003	004
TOTAL FUNDING	\$0	\$0	\$0
General Fund	\$0	\$0	\$0
<i>General Fund Match</i>	0	0	0
<i>General Fund Other</i>	0	0	0
Reimbursements	\$0	\$0	\$0
<i>Medi-Cal Reimbursements</i>	0	0	0

Attachment A-2

Program Update
Staffing Population Adjustments
Non-Level-of-Care Staffing

CURRENT YEAR 2009-10

	Net Position Change	Net Change in Costs
ADMINISTRATION	-2.0	-\$36,971
HEALTH RECD TECH II/I - OT	-2.0	-\$36,971
ACCTG TECHN	-1.0	-\$34,901
OFFICE TECHN-GEN	1.0	\$34,901
CLINICAL SERVICES	-59.5	-\$3,219,793
PROG DIRECTOR-DEVELMTL	-2.0	-\$160,956
PROG ASST-DEVELMTL	-2.0	-\$133,040
NURSING COORDINATOR	-2.0	-\$140,318
RESIDENCE MANAGERS (RNIII/Unit Sup)	-8.0	-\$500,048
SHIFT SUP (Unit SUP/RNII/SPT)	-29.0	-\$1,688,478
HEALTH SERVICES SPEC	-8.0	-\$525,112
OT/OA	-3.0	-\$94,461
SUPVR-VOC SERV	1.0	\$50,658
BARBERSHOP/BEAUTY MGR	2.0	\$70,358
PSYCH. TECH. (Active Treatment)	-14.5	-\$581,842
PSYCHIATRIC TECH (Escorts)	-3.0	-\$40,127
PHARMACIST II	2.0	\$162,094
PHARMACIST I	-1.0	-\$71,627
DENTIST	2.0	\$185,564
DENTAL ASST	4.0	\$127,432
REGISTERED NURSE	2.0	\$126,744
CLINICAL LAB TECHNOLOGIST	1.0	\$53,132
COMMUNITY PROG SPEC IV	1.0	\$73,770
SR PSYCH TECH/PSYCH TECH	2.0	\$85,109
SSA/AGPA	2.0	\$95,481
INDIVIDUAL PROG COORDINATOR	-2.0	-\$41,098
MIN DATA SET COORD. (RN)	-1.0	-\$63,372
ASSISTIVE TECHNOLOGY SPEC I/II/TRAINEE	-1.0	-\$44,122
NURSE PRACTITIONER	-2.0	-\$165,534
SUPPORT SERVICES	-40.0	-\$1,019,825
HOSPITAL ADMINISTRATOR I	2.0	\$101,738
MATERIALS & STORES SPEC	2.0	\$76,126
FOOD SERVICE SUPER I	-1.0	-\$32,691
FSW I/II-PRODUCTION	-2.0	-\$28,312
FSW I/II-PRESENTATION	-43.0	-\$1,217,416
AUTO EQUIPT OPERATOR I	2.0	\$80,730
PLANT OPERATIONS	16.0	\$793,554
CHIEF-PLANT OPERATIONS I	2.0	\$127,352
ENERGY RESOURCES SPEC I	1.0	\$58,212
PLUMBER III/APPR	1.0	\$53,079
PAINTER SUPVR	2.0	\$106,158
CARPENTER II	-1.0	-\$50,644
LOCKSMITH I	1.0	\$48,422
UPHOLSTERER	2.0	\$80,730

Program Update
Staffing Population Adjustments
Non-Level-of-Care Staffing (Continued)

CURRENT YEAR 2009-10

	Net Position Change	Net Change in Costs
PEST CONTROL TECHN	1.0	\$40,366
SHEET METAL WORKER	2.0	\$101,288
MASON I	2.0	\$96,844
BLDG MAINT WORKER	1.0	\$42,151
LEAD GROUNDSKEEPER	1.0	\$32,427
CHIEF ENGR I/STAT ENG/APPR	1.0	\$71,839
WATER & SEWAGE PLANT SUPVR	-1.0	-\$67,749
ELECTRICIAN II	1.0	\$53,079
Subtotal, Salaries and Wages	-85.5	-\$3,483,035
STAFF BENEFITS		
OASDI/Medicare		-\$210,260
Health		-\$489,499
Retirement		-\$601,104
Subtotal, Staff Benefits		-\$1,300,863
Subtotal, Personal Services		-\$4,783,898
OFFSET BY		
Temp Help administrative actions.	80.5	\$3,119,898
Sierra Vista closure funding of 2 million reduced in 2009-10.	5.0	\$1,664,000
TOTAL, PERSONAL SERVICES	0.0	\$0
ROUNDING		\$0
TOTAL FUNDING		\$0
General Fund		\$2,021,000
General Fund Match		0
General Fund Other		2,021,000
Reimbursements		-\$2,021,000
Medi-Cal Reimbursements		-2,021,000
Other Reimbursements		0

Attachment A-1

Program Update
Staffing Population Adjustments
Level-of-Care Staffing

BUDGET YEAR 2010-11

	2009 Enacted Budget	2010-11 November Estimate	Net Change	Fiscal Impact		
					003	004
PROFESSIONAL:						
Medical	40.0	36.0	-4.0	-\$496,006	-\$496,006	\$0
Psychology	80.0	73.0	-7.0	-\$452,148	-\$452,148	\$0
Social Work	66.0	61.0	-5.0	-\$279,788	-\$279,788	\$0
Rehab Therapy	79.0	73.0	-6.0	-\$249,539	-\$249,539	\$0
Phys./Occ. Therapy	0.0	0.0	0.0	\$0	\$0	\$0
Education	110.0	101.0	-9.0	-\$458,525	\$0	-\$458,525
Speech	0.0	0.0	0.0	\$0	\$0	\$0
Subtotal, Professional	375.0	344.0	-31.0	-\$1,936,006	-\$1,477,481	-\$458,525
NURSING:	2,284.0	2,084.0	-169.0	-11,630,530	-11,630,530	0
Subtotal : LOC Permanent	2,659.0	2,428.0	-200.0	-\$13,566,536	-\$13,108,011	-\$458,525
TEMPORARY HELP						
Physical Therapy (PT)/Occupational Therapy (OT)				\$2,208,594	\$2,208,594	\$0
Speech Therapy (ST)				290,839	0	290,839
Offset by additional administrative actions			187.0	14,366,630	14,402,143	-35,513
Subtotal, Temporary Help				\$16,866,063	\$16,610,737	\$255,326
Subtotal, Salaries and Wages				\$3,299,528	\$3,502,726	-\$203,198
STAFF BENEFITS						
OASDI/Medicare				-\$757,166	-\$743,322	-\$13,844
Health				-1,489,861	-1,415,828	-74,033
Retirement				-2,341,302	-2,230,391	-110,911
Subtotal, Staff Benefits				-4,588,329	-4,389,541	-198,788
TOTAL, PERSONAL SERVICES				-\$1,288,801	-\$886,815	-\$401,986
OPERATING EXPENSE & EQUIPMENT						
OT/PT Contract Services				-\$417,339	-\$417,339	\$0
ST Contract Services				401,986	0	401,986
Foodstuffs	\$1,829			-311,425	-311,425	0
Drugs, Lab & Supply	\$1,371			-233,442	-233,442	0
Clothing	\$586			-99,778	-99,778	0
TOTAL, OPERATING EXPENSE & EQUIPMENT				-\$659,998	-\$1,061,984	\$401,986
Subtotal Request				-\$1,948,800	-\$1,948,800	\$0
Offset by Sierra Vista closure funding of \$11.6 million (based on LOC/NLOC) and in 2010-11.			0.0	\$1,948,800	1,948,800	0
TOTAL REQUEST			-13.0	\$0	\$0	\$0
ROUNDING				\$0	\$0	\$0

Attachment A-1

Program Update
Staffing Population Adjustments
Level-of-Care Staffing

BUDGET YEAR 2010-11 (Continued)

	Fiscal Impact		
		003	004
TOTAL FUNDING	\$0	\$0	\$0
General Fund	\$0	\$0	\$0
<i>General Fund Match</i>	<i>0</i>	<i>0</i>	<i>0</i>
<i>General Fund Other</i>	<i>0</i>	<i>0</i>	<i>0</i>
Reimbursements	\$0	\$0	\$0
<i>Medi-Cal Reimbursements</i>	<i>0</i>	<i>0</i>	<i>0</i>

Attachment A-2

Program Update
Staffing Population Adjustments
Non-Level-of-Care Staffing

BUDGET YEAR 2010-11

	Net Position Change	Net Change in Costs
ADMINISTRATION	-5.0	-\$152,026
HEALTH RECD TECH II/I - OT	-5.0	-\$152,026
ACCTG TECHN	-1.0	-\$34,901
OFFICE TECHN-GEN	1.0	\$34,901
CLINICAL SERVICES	-113.0	-\$5,559,410
PROG DIRECTOR-DEVELMTL	-3.0	-\$160,956
PROG ASST-DEVELMTL	-2.0	-\$133,040
NURSING COORDINATOR	-2.0	-\$140,318
RESIDENCE MANAGERS (RNIII/Unit Sup)	-13.0	-\$687,566
SHIFT SUP (Unit SUP/RNII/SPT)	-40.0	-\$2,294,325
HEALTH SERVICES SPEC	-8.0	-\$529,912
OT/OA	-5.0	-\$94,461
SUPVR-VOC SERV	0.5	\$25,329
BARBERSHOP/BEAUTY MGR	1.0	\$35,179
OFFICE TECHN-TYPING	-1.0	-\$35,536
PSYCH. TECH. (Active Treatment)	-26.5	-\$1,063,366
PSYCHIATRIC TECH (Escorts)	-8.0	-\$240,762
PHARMACIST II	1.0	\$81,047
PHARMACIST I	-2.0	-\$143,254
DENTIST	1.0	\$92,782
DENTAL ASST	3.0	\$95,574
REGISTERED NURSE	1.0	\$63,372
RADIOLOGIC TECHNOLOGIST	-1.0	-\$40,682
COMMUNITY PROG SPEC IV	1.0	\$73,770
SR PSYCH TECH/PSYCH TECH	2.0	\$89,964
SSA/AGPA	2.0	\$95,481
INDIVIDUAL PROG COORDINATOR	-8.0	-\$267,208
MIN DATA SET COORD. (RN)	-2.0	-\$126,744
ASSISTIVE TECHNOLOGY SPEC I/II/TRAINEE	-2.0	-\$88,244
NURSE PRACTITIONER	-2.0	-\$165,534
SUPPORT SERVICES	-81.0	-\$2,045,546
HOSPITAL ADMINISTRATOR I	1.0	\$50,869
FACILITY ENVIRNTL AUDIT TECHN	-1.0	-\$33,128
CLINICAL DIETITIAN	-2.0	-\$87,848
MATERIALS & STORES SPEC	1.0	\$38,063
FOOD SERVICE SUPER I	-2.0	-\$65,382
FSW I/II-PRODUCTION	-4.0	-\$84,936
FSW I/II-PRESENTATION	-68.0	-\$1,642,096
OT/OA/ACCT CLK	-2.0	-\$59,628
AUTO EQUIPT OPERATOR I	-4.0	-\$161,460
PLANT OPERATIONS	9.5	\$469,857
CHIEF-PLANT OPERATIONS I	1.0	\$63,726
ENERGY RESOURCES SPEC I	0.5	\$29,127

Attachment A-2

Program Update
Staffing Population Adjustments
Non-Level-of-Care Staffing (Continued)

BUDGET YEAR 2010-11

	Net Position Change	Net Change in Costs
PLUMBER III/APPR	1.0	\$53,079
PAINTER SUPVR	1.0	\$53,094
CARPENTER II	-1.0	-\$50,646
LOCKSMITH I	0.5	\$24,186
UPHOLSTERER	1.0	\$42,378
PEST CONTROL TECHN	0.5	\$20,133
SHEET METAL WORKER	1.0	\$50,646
MASON I	1.0	\$48,372
BLDG MAINT WORKER	1.0	\$42,084
LEAD GROUNDSKEEPER	1.0	\$34,107
CHIEF ENGR I/STAT ENG/APPR	1.0	\$71,839
WATER & SEWAGE PLANT SUPVR	-1.0	-\$65,362
ELECTRICIAN II	1.0	\$53,094
Subtotal, Salaries and Wages	-232.5	-\$7,287,125
STAFF BENEFITS		
OASDI/Medicare		-\$486,526
Health		-\$1,026,657
Retirement		-\$1,245,720
Subtotal, Staff Benefits		-\$2,758,903
Subtotal, Personal Services		-\$10,046,028
OFFSET BY		
Temp Help administrative actions.	168.5	\$394,828
Sierra Vista closure funding of 11.6 million reduced in 2010-11	0.0	\$9,651,200
TOTAL, PERSONAL SERVICES	-64.0	\$0
ROUNDING		\$0
TOTAL FUNDING		\$0
General Fund		\$2,473,000
General Fund Match		0
General Fund Other		2,473,000
Reimbursements		-\$2,473,000
Medi-Cal Reimbursements		-2,473,000
Other Reimbursements		0

Fund Sources

Index

	<u>Page</u>
General Fund	F-1
Title XIX Medi-Cal/Other Reimbursements	F-2
Federal Funds	F-3
Lottery Education Fund	F-4

General Fund

DESCRIPTION:

The General Fund is used for two purposes: 1) as a match to Title XIX Reimbursement funds received for payment of resources/services for Medi-Cal eligible consumers (these funds are referred to as "General Fund Match"), and 2) to pay for non-Medi-Cal eligible resources/services for consumers in the four developmental centers (DC) and two (one in BY 2010-11) state operated community facilities (CF). These funds are referred to as "General Fund Other."

ASSUMPTIONS/METHODOLOGY:

CY 2009-10

BY 2010-11

General Fund:

The DCs'/CFs' General Fund appropriation consists of two components: (1) General Fund Match and (2) General Fund Other. Details of these components are as follows:

<ul style="list-style-type: none"> • General Fund Match: 	\$189,590,000	\$240,323,000																																	
<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;"></td> <td style="text-align: center;"><u>CY 2009-10</u></td> <td style="text-align: center;"><u>BY 2010-11</u></td> <td style="width: 20%;"></td> <td style="width: 20%;"></td> <td style="width: 20%;"></td> </tr> <tr> <td>General Fund Match to FMAP</td> <td style="text-align: center;">38.41%</td> <td style="text-align: center;">38.41%</td> <td></td> <td></td> <td></td> </tr> <tr> <td style="padding-left: 20px;">Non-Proposition 98</td> <td style="text-align: center;">38.41%</td> <td style="text-align: center;">38.41%</td> <td style="text-align: right;">187,045,000</td> <td></td> <td style="text-align: right;">237,441,000</td> </tr> <tr> <td style="padding-left: 20px;">Proposition 98</td> <td style="text-align: center;">38.41%</td> <td style="text-align: center;">38.41%</td> <td style="text-align: right;">2,383,000</td> <td></td> <td style="text-align: right;">2,720,000</td> </tr> <tr> <td style="padding-left: 20px;">HIPAA</td> <td style="text-align: center;">38.41%</td> <td style="text-align: center;">38.41%</td> <td style="text-align: right;">162,000</td> <td></td> <td style="text-align: right;">162,000</td> </tr> </table>		<u>CY 2009-10</u>	<u>BY 2010-11</u>				General Fund Match to FMAP	38.41%	38.41%				Non-Proposition 98	38.41%	38.41%	187,045,000		237,441,000	Proposition 98	38.41%	38.41%	2,383,000		2,720,000	HIPAA	38.41%	38.41%	162,000		162,000					
	<u>CY 2009-10</u>	<u>BY 2010-11</u>																																	
General Fund Match to FMAP	38.41%	38.41%																																	
Non-Proposition 98	38.41%	38.41%	187,045,000		237,441,000																														
Proposition 98	38.41%	38.41%	2,383,000		2,720,000																														
HIPAA	38.41%	38.41%	162,000		162,000																														

This portion of General Fund is required as a match to Medi-Cal Reimbursements received from the Department of Health Care Services (DHCS). These Reimbursements are originally funded by the federal government and passed through DHCS (the federally recognized single state agency for Medicaid). The federal financial participation costs are established by utilizing the federal medical assistance percentages (FMAP) provided by DHCS.

<ul style="list-style-type: none"> • General Fund Other 	\$71,468,000	\$69,391,000
<p>This funding is for services provided to the DC/CF consumers that are not eligible for federal or other reimbursement funding. It also includes \$6,427,000 for Lease-Revenue Bonds.</p>	<p>71,468,000</p>	<p>69,391,000</p>

- **Lottery Education Fund**
See Lottery Education Fund's page for detail.

TOTAL GENERAL FUND	\$261,058,000	\$309,714,000
---------------------------	----------------------	----------------------

Title XIX Medi-Cal/Other Reimbursements

DESCRIPTION:

Title XIX Medi-Cal Reimbursements are funds received for services provided to eligible consumers in the four developmental centers (DC) and two (one in BY 2010-11) state operated community facilities (CF). These funds require a General Fund match at the FMAP rate. Other Reimbursements are funds received for services provided to the DCs/CFs residents that have no General Fund match requirements.

ASSUMPTIONS/METHODOLOGY:

CY 2009-10

BY 2010-11

Reimbursements:

The DCs'/CFs' appropriation for reimbursements consists of two components: (1) Title XIX Medi-Cal and (2) Other Reimbursements. The detail of these two components follows:

<ul style="list-style-type: none"> • Title XIX/Medi-Cal 	\$316,966,000	\$305,381,000
<p>Title XIX Medi-Cal Reimbursements fund eligible services provided to residents in the DCs/CFs system via the Department of Health Care Services (DHCS) (the federally recognized single state agency for Medicaid). The federal financial participation costs are established by utilizing the federal medical assistance percentages (FMAP) as provided by DHCS.</p>		
FMAP	<u>CY 2009-10</u>	<u>BY 2010-11</u>
Non-Proposition 98	61.59%	61.59%
Proposition 98	61.59%	61.59%
HIPAA	61.59%	61.59%
<ul style="list-style-type: none"> • Reimbursements - Other 	\$24,883,000	\$24,884,000
<p>This funding is for services provided to the DC/CF consumers that are not eligible for federal or other reimbursement funding.</p>		
<p>These costs consist of miscellaneous reimbursements for such services as the Community Industries Contract, Rental Income Contracts, and State Employees in the Community.</p>		
TOTAL REIMBURSEMENTS	\$341,849,000	\$330,265,000

Federal Funds

DESCRIPTION:

The Federal Foster Grandparent Program Grant provides funds to establish person-to-person relationships between low income seniors, 60 years of age and older, and children with developmental disabilities and/or mental health issues.

ASSUMPTIONS/METHODOLOGY:

CY 2009-10

BY 2010-11

• **Foster Grandparent Program Grant**

\$517,000

\$519,000

The Foster Grandparent Program grant is used for specified operational costs, such as stipends and educational supplies in the four developmental centers: Fairview, Lanterman, Porterville, and Sonoma. This Grant also includes pass-through funding to the Department of Mental Health for services provided at Metropolitan State Hospital.

TOTAL FEDERAL FUNDS

\$517,000

\$519,000

Lottery Education Fund

DESCRIPTION:

Lottery Education Fund uses state General Fund revenues guaranteed for the support of school districts, community colleges districts, and state agencies that provide direct elementary and secondary level instructional services. Effective 2009-10, per Chapter 764 of the Statutes of 2008 (AB 1654), the Lottery Education Fund appropriation will no longer be a separate non-Budget Act item.

ASSUMPTIONS/METHODOLOGY:

CY 2009-10

BY 2010-11

Lottery Education Fund:

\$410,000

\$391,000

- The Lottery Education Fund is used for specified educational costs such as training programs to establish curriculum as well as to support special needs and equipment costs in the four developmental centers (DC) (Fairview, Lanterman, Porterville, and Sonoma) and two (one in BY 2010-11) state-operated community facilities (CF) (Canyon Springs and Sierra Vista). Funds received are based on the DC and CF consumer average daily attendance.

TOTAL LOTTERY EDUCATION FUND

\$410,000

\$391,000

The Agnews Closure Plan will be released under separate cover.