

November 2011
DEVELOPMENTAL CENTERS
ESTIMATE
for
FISCAL YEARS
2011-12 *and* 2012-13
Governor's Budget



STATE OF CALIFORNIA
DEPARTMENT OF DEVELOPMENTAL SERVICES
JANUARY 5, 2012

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Executive Highlights

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EXECUTIVE HIGHLIGHTS

OVERVIEW:

The Department of Developmental Services (DDS) provides 24/7 residential services to its residents at four Developmental Centers and one State-operated Community Facility. Additionally, DDS continues to move towards the closure of Lanterman Developmental Center (Lanterman).

As a result of the on-going fiscal crisis in California over the last few years, the Department's budget has been reduced due to continuing and significant pressures on the General Fund (GF). The developmental center budget has continued to decline through closure of state-operated facilities, living unit consolidations, delays in infrastructure repairs, additional federal funding, an unallocated reduction, and through various cost saving personnel initiatives.

DDS projects an adjusted Current Year (CY) 2011-12 reduction of \$8.1 million (\$3.0 million GF reduction) from the 2011-12 Enacted Budget. This overall reduction includes: -\$51,424 for the cell phone reduction, -\$6.2 million reduction for retirement, -\$4.6 million reduction in employee compensation, a \$5.6 million increase in health benefits and -\$4,000 for Control Section 4.30 (Lease Revenue Bond reduction). In addition, the system had an \$81,000 increase for Lottery adjustment, -\$3.0 million for quality assurance fees and a fund shift of \$2.2 million for GF from Reimbursement due to savings for a delay in certification for Porterville STP (assumes two months).

DDS budget for CY is impacted by \$100 million in GF trigger reductions, not yet reflected in this Estimate, to be achieved system-wide through a variety of measures that may include department headquarters, Developmental Centers and Regional Centers.

DDS proposes a reduction for Budget Year (BY) 2012-13 of \$18.0 million (\$12.8 million GF reduction). This reduction includes: -\$52,000 for the cell phone reduction, -\$111,000 for the reversal of SWCAP, -\$6.2 million for retirement reduction, \$10.6 million increase in health benefits, and -\$135,000 for technical change that moved funding for DOJ Legal Services to Headquarters. In addition, the system had an increase of \$81,000 for Lottery adjustment and -\$3.0 million for quality assurance fees. Based on the population decline, the staffing adjustment reflects a reduction of 230 residents and 345.5 positions (-189 positions \$16.7 million reduction in Level of Care (LOC) and a -156.5 positions and \$7.9 million in Non-Level of Care (NLOC)); \$10.7 million of this amount is associated with Control Section 3.91(b) of Budget Act 2011-12. To ensure the health and safety of residents and the successful closure of LDC, the department retained 28 positions and \$5.3 million to support administrative and residential care requirements.

DDS budget for BY is impacted by \$200 million in GF trigger reductions, not yet reflected in this Estimate, to be achieved system-wide through a variety of measures that may include department headquarters, Developmental Centers and Regional Centers

REVISED MAJOR ASSUMPTIONS

Porterville Developmental Center (Porterville) Medicaid Certification (fund shift):

Enacted budget assumes the department could achieve \$13 million in Federal Medical Assistance Participation (FMAP) based on federal certification by the Center for Medicare and Medicaid Services (CMS) effective July 1, 2011. CMS initiated the certification process via on site survey on August 29, 2011, DDS anticipates federal funding from the day they performed the survey. Therefore, the budget now reflects certification effective September 1, 2011 which is a two month reduction of anticipated reimbursement. This results in a fund shift of \$2.2 million increase to General Fund and respective reduction to reimbursements.

CY: Shift of \$2.2 million GF to Reimbursements

BY: No change

PROGRAM UPDATES

Staffing Adjustment for Population:

This Estimate does not include updates to CY projected population.

For BY, this Estimate reflects a decrease of 230 average in-center population compared to the Enacted Budget (1,763 to 1,533 residents). This projected overall decrease in population is due to a decline in residential population and unit consolidations. In addition, the department reviewed NLOC staffing formulas to ensure compliance with existing standards, prior budget actions, and appropriateness of the standards. Where necessary, the formulas were adjusted for errors with minimal standard updates to correctly reference either population or facility.

This Estimate reflects a decrease of 345.5 staffing change (-189.0 positions and -\$16.7 million in LOC and -156.5 positions and -\$7.9 million in NLOC) compared to the 2011-12 Enacted Budget.

CY: No Change

BY: -345.5 positions and -\$24.5 million (-\$14.4 million GF)

Lanterman Developmental Center Closure Staffing Update:

Adequate staffing and associated funding is necessary at Lanterman Developmental Center to support administrative and residential care requirements as the consumer population declines. The ability to close Lanterman in a safe and timely manner as well as retain certification and maintain health and safety throughout the closure process does require enhanced staffing.

As closure activities continue and staffing levels decline with resident population, the department must retain some of the staff associated with normal population adjustments as enhanced staffing to address various resident health and safety issues and facility needs. DDS must retain 28 positions (10.0 LOC and 18 NLOC) to ensure the continued safe and successful transition of residents and continuation of all closure related activities.

CY: No Change

BY: 28.0 positions and \$5.3 million (\$1.6 million GF)

FUTURE FISCAL ISSUES

Replacement of Boilers for Sonoma, Porterville and Fairview Developmental Centers:

In July of 2008, the Bay Area Air Quality Management District amended Regulation 9 Rule 7 which regulates emissions from industrial boilers such as those owned and operated by Sonoma. Under these regulations, the replacement of the boilers must be completed by January 1, 2012. In October of 2008, the San Joaquin Valley Unified Air Pollution Control District adopted Rule 4320 to regulate emissions from industrial boilers such as those owned and operated by Porterville. To comply with these regulations the boilers must be replaced by January 1, 2014.

In September of 2008, the South Coast Air Quality Management District amended Rule 1146 which regulates emissions for industrial boilers including those owned and operated by Fairview. The rule also states that if emission reductions are not met by the 2012 deadline, an enhanced reduction to 5 ppm will be required by January 1, 2014. The projected cost to replace the boilers at Sonoma, Porterville and Fairview is \$10.7 million. While the department has not received direct correspondence from the respective Air Quality Management District, we estimate failure to comply with these requirements could result in penalties from \$1,000 to \$25,000 per day.

United States Department of Justice (USDOJ) Civil Rights for Institutionalized Persons Act (CRIPA) Remedial Agreement

Over a period of more than six years, the United States Department of Justice (USDOJ) has conducted investigations of Sonoma and Lanterman Developmental Centers and has issued findings pursuant to Civil Rights for Institutionalized Persons Act (CRIPA). Settlement negotiations with the USDOJ are still pending to resolve the investigations.

Executive Summary Tables

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EXECUTIVE SUMMARY
CURRENT YEAR 2011-12 and BUDGET YEAR 2012-13

	CURRENT YEAR 2011-12			BUDGET YEAR 2012-13		
	Enacted Budget CY 2011-12	November 2011 Estimate Proposed Authority for CY	November 2011 Estimate Request for CY 2011-12	Enacted Budget CY 2011-12	November 2011 Estimate Proposed Authority for BY	November 2011 Estimate Request for BY 2012-13
TOTAL FUNDING	\$577,150,000	\$569,040,515	-\$8,109,485	\$577,150,000	\$559,196,000	-\$17,954,000
Positions	5,570.5	5,570.5	0.0	5,570.5	5,253.0	-317.5
Average In-Center Population	1,763	1,759	-4	1,763	1,533	-230
General Fund (0001)	\$296,464,000	\$293,440,670	-\$3,023,330	\$296,464,000	\$283,642,000	-\$12,822,000
Item 002	7,089,000	7,085,000	-4,000	7,089,000	7,089,000	0
Item 003	281,887,000	278,946,670	-2,940,330	281,887,000	270,003,000	-11,884,000
Item 004	7,102,000	7,026,000	-76,000	7,102,000	6,302,000	-800,000
Item 005	135,000	135,000	0	135,000	0	-135,000
Item 017	251,000	248,000	-3,000	251,000	248,000	-3,000
Reimbursements (0995)	\$279,784,000	\$274,622,845	-\$5,161,155	\$279,784,000	\$274,577,000	-\$5,207,000
Item 002	1,000	1,000	0	1,000	1,000	0
Item 003	277,114,000	271,981,845	-5,132,155	277,114,000	272,482,000	-4,632,000
Item 004	2,506,000	2,479,000	-27,000	2,506,000	1,933,000	-573,000
Item 017	163,000	161,000	-2,000	163,000	161,000	-2,000
Federal Funds (0890)	\$530,000	\$524,000	-\$6,000	\$530,000	\$524,000	-\$6,000
Item 003	530,000	524,000	-6,000	530,000	524,000	-6,000
Lottery Education Fund (0817)	\$372,000	\$453,000	\$81,000	\$372,000	\$453,000	\$81,000
Item 503	372,000	453,000	81,000	372,000	453,000	81,000
Total DC Program Budget	\$577,150,000	\$569,040,515	-\$8,109,485	\$577,150,000	\$559,196,000	-\$17,954,000
002	7,090,000	7,086,000	-4,000	7,090,000	7,090,000	0
003	559,531,000	551,452,515	-8,078,485	559,531,000	543,009,000	-16,522,000
004	9,608,000	9,505,000	-103,000	9,608,000	8,235,000	-1,373,000
005	135,000	135,000	0	135,000	0	-135,000
017	414,000	409,000	-5,000	414,000	409,000	-5,000
503	372,000	453,000	81,000	372,000	453,000	81,000

**EXECUTIVE SUMMARY
DEVELOPMENTAL CENTERS DETAILED FUNDING SUMMARY
CURRENT YEAR 2011-12**

	Enacted Budget CY 2011-12	Cell Phone Reduction	CS 3.60 Retirement	CS 3.90 Employee Compensation	9800 - Health Benefits	CS 4.30 Lease Revenue Bond	Lottery Adjustment	Adjusted CY Budget	QA Fees	Porterville Certification	November 2011 Estimate Request for CY 2011-12	Proposed Authority CY 2011-12
Program 20 Total	\$577,150,000	-\$51,424	-\$6,192,000	-\$4,563,364	\$5,592,438	-\$4,000	\$81,000	\$572,012,650	-\$2,972,135	\$0	-\$8,109,485	\$569,040,515
Positions	5,570.5	0.0	0.0	0.0	0.0	0.0	0.0	5,570.5	0.0	0.0	0.0	5,570.5
Average In-Center Population	1,763	0	0	0	0	0	0	1,763	0	0	-4	1,759
Funding Sources												
General Fund Total	\$296,464,000	-\$51,424	-\$3,183,000	-\$2,509,955	\$3,075,291	-\$4,000	\$0	\$293,790,912	-\$2,520,242	\$2,170,000	-\$3,023,330	\$293,440,670
General Fund Match	256,407,000	0	-3,003,000	-2,053,409	2,517,147	0	0	253,867,738	-451,893	2,170,000	-821,155	255,585,845
General Fund Other	40,057,000	-51,424	-180,000	-456,546	558,144	-4,000	0	39,923,174	-2,068,349	0	-2,202,175	37,854,825
Reimbursement Total	\$279,784,000	\$0	-\$3,003,000	-\$2,053,409	\$2,517,147	\$0	\$0	\$277,244,738	-\$451,893	-\$2,170,000	-\$5,161,155	\$274,622,845
Medi-Cal Reimbursements	254,044,000	0	-3,003,000	-2,053,409	2,517,147	0	0	251,504,738	-451,893	-2,170,000	-5,161,155	248,882,845
Other Reimbursements	25,740,000	0	0	0	0	0	0	25,740,000	0	0	0	25,740,000
Federal Funds	\$530,000	\$0	-\$6,000	\$0	\$0	\$0	\$0	\$524,000	\$0	\$0	-\$6,000	\$524,000
Lottery Education Fund	\$372,000	\$0	\$0	\$0	\$0	\$0	\$81,000	\$453,000	\$0	\$0	\$81,000	\$453,000
Total Funding	\$577,150,000	-\$51,424	-\$6,192,000	-\$4,563,364	\$5,592,438	-\$4,000	\$81,000	\$572,012,650	-\$2,972,135	\$0	-\$8,109,485	\$569,040,515

SCHEDULING DETAIL

TOTAL FUNDING	\$577,150,000	-\$51,424	-\$6,192,000	-\$4,563,364	\$5,592,438	-\$4,000	\$81,000	\$572,012,650	-\$2,972,135	\$0	-\$8,109,485	\$569,040,515
General Fund (0001)	\$296,464,000	-\$51,424	-\$3,183,000	-\$2,509,955	\$3,075,291	-\$4,000	\$0	\$293,790,912	-\$2,520,242	\$2,170,000	-\$3,023,330	\$293,440,670
Item 002	7,089,000	0	0	0	0	-4,000	0	7,085,000	0	0	-4,000	7,085,000
Item 003	281,887,000	-51,424	-3,104,000	-2,509,955	3,075,291	0	0	279,296,912	-2,520,242	2,170,000	-2,940,330	278,946,670
Item 004	7,102,000	0	-76,000	0	0	0	0	7,026,000	0	0	-76,000	7,026,000
Item 005	135,000	0	0	0	0	0	0	135,000	0	0	0	135,000
Item 017	251,000	0	-3,000	0	0	0	0	248,000	0	0	-3,000	248,000
Reimbursements (0995)	\$279,784,000	\$0	-\$3,003,000	-\$2,053,409	\$2,517,147	\$0	\$0	\$277,244,738	-\$451,893	-\$2,170,000	-\$5,161,155	\$274,622,845
Item 002	1,000	0	0	0	0	0	0	1,000	0	0	0	1,000
Item 003	277,114,000	0	-2,974,000	-2,053,409	2,517,147	0	0	274,603,738	-451,893	-2,170,000	-5,132,155	271,981,845
Item 004	2,506,000	0	-27,000	0	0	0	0	2,479,000	0	0	-27,000	2,479,000
Item 017	163,000	0	-2,000	0	0	0	0	161,000	0	0	-2,000	161,000
Federal Funds (0890)	\$530,000	\$0	-\$6,000	\$0	\$0	\$0	\$0	\$524,000	\$0	\$0	-\$6,000	\$524,000
Item 003	530,000	0	-6,000	0	0	0	0	524,000	0	0	-6,000	524,000
Lottery Education Fund (0817)	\$372,000	\$0	\$0	\$0	\$0	\$0	\$81,000	\$453,000	\$0	\$0	\$81,000	\$453,000
Item 503	372,000	0	0	0	0	0	81,000	453,000	0	0	81,000	453,000

*The Porterville Developmental Center's admissions and placements were corrected from the Enacted Budget which resulted in a net zero impact to total population and -4 impact on average in-center population.

**EXECUTIVE SUMMARY
DEVELOPMENTAL CENTERS DETAILED FUNDING SUMMARY
BUDGET YEAR 2012-13**

Enacted Budget CY 2011-12	Cell Phone Reduction	SWCAP Reversal	CS 3.60 Retirement	9800 - Health Benefits	3.91 (b) Operational Efficiency ¹	Lottery Adjustment	DOJ Legal Services	Adjusted BY Budget	QA Fees	Staffing Adjustments			Lanterman Developmental Center (Enhanced Staffing)	November 2011 Estimate Request for BY 2012-13	Proposed Authority BY 2012-13	
										Level of Care ¹	Non-Level of Care	Population Staffing Adjustments TOTAL				
Program 20 Total	\$577,150,000	-\$52,000	-\$111,000	-\$6,192,000	\$10,643,000	-\$10,717,000	\$81,000	-\$135,000	\$570,667,000	-\$2,972,000	-\$5,955,000	-\$7,866,000	-\$13,821,000	\$5,322,000	-\$17,954,000	\$559,196,000
Positions	5,570.5	0.0	0.0	0.0	0.0	-163.0	0.0	0.0	5,407.5	0.0	-26.0	-156.5	-182.5	28.0	-317.5	5,253.0
Average In-Center Populator	1,763	0	0	0	0	0	0	0	1,763	0	-230	0	-230	0	-230	1,533
Funding Sources																
General Fund Total	\$296,464,000	-\$52,000	\$0	-\$3,183,000	\$5,854,000	-\$6,395,000	\$0	-\$135,000	\$292,553,000	-\$2,520,000	-\$3,636,000	-\$4,350,000	-\$7,986,000	\$1,595,000	-\$12,822,000	\$283,642,000
General Fund Match	256,407,000	0	0	-3,003,000	4,789,000	-4,322,000	0	0	253,871,000	-452,000	-2,319,000	-3,516,000	-5,835,000	1,595,000	-7,228,000	249,179,000
General Fund Other	40,057,000	-52,000	0	-180,000	1,065,000	-2,073,000	0	-135,000	38,682,000	-2,068,000	-1,317,000	-834,000	-2,151,000	0	-5,594,000	34,463,000
Reimbursement Total	\$279,784,000	\$0	-\$111,000	-\$3,003,000	\$4,789,000	-\$4,322,000	\$0	\$0	\$277,137,000	-\$452,000	-\$2,319,000	-\$3,516,000	-\$5,835,000	\$3,727,000	-\$5,207,000	\$274,577,000
Medi-Cal Reimbursements	254,044,000	0	-111,000	-3,003,000	4,789,000	-4,322,000	0	0	251,397,000	-452,000	-2,319,000	-3,516,000	-5,835,000	1,318,000	-7,616,000	246,428,000
Other Reimbursements	25,740,000	0	0	0	0	0	0	25,740,000	0	0	0	0	2,409,000	2,409,000	28,149,000	
Federal Funds	\$530,000	\$0	\$0	-\$6,000	\$0	\$0	\$0	\$0	\$524,000	\$0	\$0	\$0	\$0	\$0	-\$6,000	\$524,000
Lottery Education Fund	\$372,000	\$0	\$0	\$0	\$0	\$0	\$81,000	\$0	\$453,000	\$0	\$0	\$0	\$0	\$0	\$81,000	\$453,000
Total Funding	\$577,150,000	-\$52,000	-\$111,000	-\$6,192,000	\$10,643,000	-\$10,717,000	\$81,000	-\$135,000	\$570,667,000	-\$2,972,000	-\$5,955,000	-\$7,866,000	-\$13,821,000	\$5,322,000	-\$17,954,000	\$559,196,000

SCHEDULING DETAIL

	\$577,150,000	-\$52,000	-\$111,000	-\$6,192,000	\$10,643,000	-\$10,717,000	\$81,000	-\$135,000	\$570,667,000	-\$2,972,000	-\$5,955,000	-\$7,866,000	-\$13,821,000	\$5,322,000	-\$17,954,000	\$559,196,000
TOTAL FUNDING	\$577,150,000	-\$52,000	-\$111,000	-\$6,192,000	\$10,643,000	-\$10,717,000	\$81,000	-\$135,000	\$570,667,000	-\$2,972,000	-\$5,955,000	-\$7,866,000	-\$13,821,000	\$5,322,000	-\$17,954,000	\$559,196,000
General Fund (0001)	\$296,464,000	-\$52,000	\$0	-\$3,183,000	\$5,854,000	-\$6,395,000	\$0	-\$135,000	\$292,553,000	-\$2,520,000	-\$3,636,000	-\$4,350,000	-\$7,986,000	\$1,595,000	-\$12,822,000	\$283,642,000
Item 002	7,089,000	0	0	0	0	0	0	0	7,089,000	0	0	0	0	0	0	7,089,000
Item 003	281,887,000	-52,000	0	-3,104,000	5,854,000	-6,395,000	0	0	278,190,000	-2,520,000	-2,912,000	-4,350,000	-7,262,000	1,595,000	-11,884,000	270,003,000
Item 004	7,102,000	0	0	-76,000	0	0	0	0	7,026,000	0	-724,000	0	-724,000	0	-800,000	6,302,000
Item 005	135,000	0	0	0	0	0	0	-135,000	0	0	0	0	0	0	-135,000	0
Item 017	251,000	0	0	-3,000	0	0	0	0	248,000	0	0	0	0	0	-3,000	248,000
Reimbursements (0995)	\$279,784,000	\$0	-\$111,000	-\$3,003,000	\$4,789,000	-\$4,322,000	\$0	\$0	\$277,137,000	-\$452,000	-\$2,319,000	-\$3,516,000	-\$5,835,000	\$3,727,000	-\$5,207,000	\$274,577,000
Item 002	1,000	0	0	0	0	0	0	0	1,000	0	0	0	0	0	0	1,000
Item 003	277,114,000	0	-111,000	-2,974,000	4,789,000	-4,322,000	0	0	274,496,000	-452,000	-1,773,000	-3,516,000	-5,289,000	3,727,000	-4,632,000	272,482,000
Item 004	2,506,000	0	0	-27,000	0	0	0	0	2,479,000	0	-546,000	0	-546,000	0	-573,000	1,933,000
Item 017	163,000	0	0	-2,000	0	0	0	0	161,000	0	0	0	0	0	-2,000	161,000
Federal Funds (0890)	\$530,000	\$0	\$0	-\$6,000	\$0	\$0	\$0	\$0	\$524,000	\$0	\$0	\$0	\$0	\$0	-\$6,000	\$524,000
Item 003	530,000	0	0	-6,000	0	0	0	0	524,000	0	0	0	0	0	-6,000	524,000
Lottery Education Fund (0817)	\$372,000	\$0	\$0	\$0	\$0	\$0	\$81,000	\$0	\$453,000	\$0	\$0	\$0	\$0	\$0	\$81,000	\$453,000
Item 503	372,000	0	0	0	0	0	81,000	0	453,000	0	0	0	0	0	81,000	453,000

¹ Total Level of Care reduction is \$16.7 million which includes Control Section 3.91(b) of \$10.7 (\$6.4 GF).

² Lanterman closure reimbursement of \$3.7 includes 33 non-add provider placed positions in the community in which the department receives reimbursements.

EXECUTIVE SUMMARY

CURRENT YEAR 2011-12 TO BUDGET YEAR 2012-13 COMPARISON

	Enacted Budget CY 2011-12	November 2011 Estimate CY 2011-12	2011-12 Request	November 2011 Estimate BY 2012-13	2012-13 Incremental from CY to BY
Program 20 Total	\$577,150,000	\$569,040,515	-\$8,109,485	\$559,196,000	-\$9,844,515
Positions	5,570.5	5,570.5	0.0	5,253.0	-317.5
Average In-Center Population	1,763	1,759	-4	1,533	-226
Funding Sources					
General Fund Total	\$296,464,000	\$293,440,670	-\$3,023,330	\$283,642,000	-\$9,798,670
General Fund Match	256,407,000	255,585,845	-821,155	249,179,000	-6,406,845
General Fund Other	40,057,000	37,854,825	-2,202,175	34,463,000	-3,391,825
Reimbursement Total	\$279,784,000	\$274,622,845	-\$5,161,155	\$274,577,000	-\$45,845
Medi-Cal Reimbursements	254,044,000	248,882,845	-5,161,155	246,428,000	-2,454,845
Other Reimbursements	25,740,000	25,740,000	0	28,149,000	2,409,000
Federal Funds	\$530,000	\$524,000	-\$6,000	\$524,000	\$0
Lottery Education Fund	\$372,000	\$453,000	\$81,000	\$453,000	\$0
Total Funding	\$577,150,000	\$569,040,515	-\$8,109,485	\$559,196,000	-\$9,844,515

Position Summary

CURRENT YEAR 2011-12					
TOTALS	LEVEL-OF-CARE			NON LOC	
	PROF	NURSING	TOTAL		
2011-12 Authorized Positions	5,570.5	319.0	1,962.0	2,281.0	3,289.5
November Estimate					
November Estimate Totals	0.0	0.0	0.0	0.0	0.0
Total Positions	5,570.5	319.0	1,962.0	2,281.0	3,289.5
Total Adjustments	0.0	0.0	0.0	0.0	0.0

BUDGET YEAR 2012-13					
TOTALS	LEVEL-OF-CARE			NON LOC	
	PROF	NURSING	TOTAL		
2012-13 Authorized Positions	5,570.5	319.0	1,962.0	2,281.0	3,289.5
November Estimate					
Staffing Adjustment*	-345.5	-24.0	-165.0	-189.0	-156.5
Lanterman Closure Enhance Staffing Update	28.0	0.0	10.0	10.0	18.0
November Estimate Totals	-317.5	-24.0	-155.0	-179.0	-138.5
Total Positions	5,253.0	295.0	1,807.0	2,102.0	3,151.0
Total Adjustments	-317.5	-24.0	-155.0	-179.0	-138.5

* 163.0 positions associated with Control Section 3.91(b) of the Budget Act of 2011-12.

Population

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SYSTEMWIDE POPULATION

Current Year 2011-12				
	2011-12 Enacted Budget	November Estimate CY 2011-12	Change from Enacted to November Estimate	Percentage Annual Change
Beginning Population, July 1, 2011	1,886	1,886	0	0%
Admissions	113	28 ⁴	-85	-75%
Placements	-315 ¹	-230 ²	85	-27%
Deaths	-58	-58	0	0%
Ending Population, June 30, 2012	1,626	1,626	0	0%
<i>DC Average Population Detail:</i>				
Canyon Springs	50	50	0	0%
Fairview	382	382	0	0%
Lanterman	271	271	0	0%
Porterville	515	511	-4	-1%
Sonoma	560	560	0	0%
Average Population	1,778	1,774	-4	0%
On Leave	-15	-15	0	0%
Total Average In-Center Population	1,763	1,759	-4	0%
<i>DC In-Center Average Population Detail:</i>				
Canyon Springs	50	50	0	0%
Fairview	377	377	0	0%
Lanterman	271	271	0	0%
Porterville	510 ³	506	-4	-1%
Sonoma	555	555	0	0%
Total Average In-Center Population	1,763	1,759	-4	0%

¹ CY Placements corrected due to display error in 2011-12 May Revision.

² Assumes 197 as designated by the Community Placement Plan (CPP) and 33 Non-CPP miscellaneous placements.

³ Average population adjusted from 2011-12 May Revision as a result of combining standard population staffing and Porterville Secure Treatment Program Admission Cap staffing.

⁴ The Porterville Developmental Center's admissions and placements were corrected from the Enacted Budget which resulted in a net zero impact to total population and -4 impact on average in-center population.

Budget Year 2012-13				
	2011-12 Enacted Budget	November Estimate BY 2012-13	Change from Enacted to November Estimate	Percentage Annual Change
Beginning Population, July 1, 2012	1,886	1,626	-260	-14%
Admissions	113	58	-55	-3%
Placements	-315	-194 ⁵	121	-38%
Deaths	-58	-52	6	-10%
Ending Population, June 30, 2013	1,626	1,438	-188	-12%
<i>DC Average Population Detail:</i>				
Canyon Springs	50	51	1	2%
Fairview	382	349	-33	-9%
Lanterman	271	174	-97	-36%
Porterville	515	456	-59	-12%
Sonoma	560	518	-42	-8%
Average Population	1,778	1,548	-230	-13%
On Leave	-15	-15	0	0%
Total Average In-Center Population	1,763	1,533	-230	-13%
<i>DC In-Center Average Population Detail:</i>				
Canyon Springs	50	51	1	2%
Fairview	377	344	-33	-9%
Lanterman	271	174	-97	-36%
Porterville	510	451	-59	-12%
Sonoma	555	513	-42	-8%
Total Average In-Center Population	1,763	1,533	-230	-13%

⁵ Assumes 177 as designated by the Community Placement Plan (CPP) and 17 Non-CPP miscellaneous placements.

SYSTEMWIDE POPULATION

Current Year 2011-12 to Budget Year 2012-13				
	November Estimate CY 2011-12	November Estimate BY 2012-13	Change from CY 2011-12 to BY 2012-13	Percentage Change
Beginning Population, July 1st	1,886	1,626	-260	-14%
Admissions	28	58	30	-3%
Placements	-230	-194	36	-16%
Deaths	-58	-52	6	-10%
Ending Population, June 30th	1,626	1,438	-188	-12%
<i>DC Population Detail:</i>				
Canyon Springs	50	51	1	2%
Fairview	382	349	-33	-9%
Lanterman	271	174	-97	-36%
Porterville	511	456	-55	-11%
Sonoma	560	518	-42	-8%
Average Population	1,774	1,548	-226	-13%
On Leave	-15	-15	0	0%
Total Average In-Center Population	1,759	1,533	-226	-13%
<i>DC Population Detail:</i>				
Canyon Springs	50	51	1	2%
Fairview	377	344	-33	-9%
Lanterman	271	174	-97	-36%
Porterville	506	451	-55	-11%
Sonoma	555	513	-42	-8%
Total Average In-Center Population	1,759	1,533	-226	-13%

Assumptions/Methodology:

Placements: Historical data indicate 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)**

Preferred Programs:	CMC 1	PD 2	AUT 3	SENS 4	CD 5	BEH 6	HAB 7	SOC 8	P&S 9
November 2011 Estimate (CY 2011-12)	41.0%	5.6%	10.4%	0.6%	0.0%	40.1%	0.3%	1.2%	0.7%
November 2011 Estimate (BY 2012-13)	41.9%	4.8%	11.0%	0.3%	0.0%	40.8%	0.1%	0.7%	0.4%

Program Type
 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

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Statements of Change Summary

	<u>CY 2011-12</u>	<u>BY 2012-13</u>
Revised Major Assumption:		
<i>PDC Medicaid Certification</i>	\$0	\$0
• Positions	0.0	0.0
<i>General Fund Match</i>	\$2,170,000	\$0
<i>General Fund Other</i>	0	0
<i>Medi-Cal Reimbursements</i>	-2,170,000	0
Program Updates:		
<i>Population Staffing</i>	\$0	-\$24,538,000
• LOC Positions¹	0.0	-189.0
<i>General Fund Match</i>	\$0	-\$6,641,000
<i>General Fund Other</i>	0	-3,390,000
<i>Medi-Cal Reimbursements</i>	0	-6,641,000
• NLOC Positions	0.0	-156.5
<i>General Fund Match</i>	\$0	-\$3,516,000
<i>General Fund Other</i>	0	-834,000
<i>Medi-Cal Reimbursements</i>	0	-3,516,000
<i>Lanterman Closure Plan Staff Retention</i>	\$0	\$5,322,073
• Positions	0.0	28.0
<i>General Fund Match</i>	\$0	\$1,594,619
<i>General Fund Other</i>	0	0
<i>Medi-Cal Reimbursements</i>	0	1,318,460
<i>Other Reimbursements²</i>	0	2,408,994
<i>ICF-DD Quality Assurance Fees</i>	-\$2,972,135	-\$2,972,135
• Positions	0.0	0.0
<i>General Fund Match</i>	-\$2,520,242	-\$2,520,242
<i>General Fund Other</i>	0	0
<i>Medi-Cal Reimbursements</i>	-451,893	-451,893
TOTAL STAFFING ADJUSTMENTS	-\$2,972,135	-\$22,188,062
• Positions	0.0	-317.5
<i>General Fund Total</i>	-\$350,242	-\$15,306,623
<i>General Fund Match</i>	-350,242	-11,082,623
<i>General Fund Other</i>	0	-4,224,000
<i>Reimbursement Total</i>	-\$2,621,893	-\$6,881,439
<i>Medi-Cal Reimbursements</i>	-2,621,893	-9,290,433
<i>Other Reimbursements</i>	0	2,408,994

¹ \$10.7 million (\$6.4 million General Fund) meets Control Section 3.91(b) Budget Act of 2011-12.

² 33 non-add provider placed positions in the community in which the department receives reimbursement.

Revised Major Assumption
Porterville Developmental Center (Porterville)
Medicaid Certification

DESCRIPTION:

Porterville Developmental Center (Porterville) houses a secure treatment facility as well as a transition treatment program for 230 residents (30 residents in transition treatment) with developmental disabilities who have been judicially committed to a developmental center because of their behavior in the community and involvement with the criminal justice system. Although many are Medi-Cal eligible, the Department does not receive federal matching funds from the Center for Medicare and Medicaid Services (CMS) for this Secured Treatment Program (STP) due to lack of certification for this program and as a result the sole source of funding is the General Fund.

This revised update decreases (2 months delay) reimbursement authority in 2011-12 by \$2.17 million based on the assumption that CMS will certify the STP to receive Federal Medical Assistance Participation (FMAP) effective August 29, 2011. The enacted budget assumed the Department could achieve \$13 million in FMAP effective July 1, 2011. However, the CMS did not initiate the certification process until late August 2011. This results in a fund shift of \$2.17 million increase to General Fund and respective reduction to reimbursements.

ASSUMPTIONS/METHODOLOGY:

FUNDING:

Funding shift between General Fund and Title XIX Reimbursements.

REASON FOR CHANGE:

Due to delay in certification of the Secured Treatment Program.

TOTAL EXPENDITURES:

	<u>CY 2011-12</u>	<u>BY 2012-13</u>
TOTAL FUNDING	\$0	\$0
General Fund	\$2,170,000	\$0
Reimbursements	-\$2,170,000	\$0
TOTAL POSITIONS	0.0	0.0

IMPLEMENTATION DATE

Updated to September 1, 2011

Program Update
Staffing Population Adjustments
Level-of-Care Staffing
CURRENT YEAR 2011-12

	Enacted Budget 1,763	November Estimate 1,763	Net Change 0	Fiscal Impact		
					003	004
PROFESSIONAL:						
Medical	31.0	31.0	0.0	\$0	\$0	\$0
Psychology	69.0	69.0	0.0	0	0	0
Social Work	54.0	54.0	0.0	0	0	0
Rehab Therapy	70.0	70.0	0.0	0	0	0
Phys./Occ. Therapy	0.0	0.0	0.0	0	0	0
Education	92.0	92.0	0.0	0	0	0
Speech	0.0	0.0	0.0	0	0	0
Subtotal, Professional	316.0	316.0	0.0	\$0	\$0	\$0
NURSING:						
	1,926.0	1,926.0	0.0	0	0	0
Subtotal : LOC Permanent	2,242.0	2,242.0	0.0	\$0	\$0	\$0
TEMPORARY HELP						
Physical Therapy (PT)/Occupational Therapy (OT)				\$0	\$0	\$0
Speech Therapy (ST)				0	0	0
Subtotal, Temporary Help				\$0	\$0	\$0
Subtotal, Salaries and Wages				\$0	\$0	\$0
STAFF BENEFITS						
OASDI/Medicare				\$0	\$0	\$0
Health				0	0	0
Retirement				0	0	0
Subtotal, Staff Benefits				\$0	\$0	\$0
TOTAL, PERSONAL SERVICES						
				\$0	\$0	\$0
OPERATING EXPENSE & EQUIPMENT						
OT/PT Contract Services				\$0	\$0	\$0
ST Contract Services				0	0	0
Foodstuffs	\$1,829			0	0	0
Drugs, Lab & Supply	\$1,371			0	0	0
Clothing	\$586			0	0	0
TOTAL, OPERATING EXPENSE & EQUIPMENT				\$0	\$0	\$0
Subtotal Request				\$0	\$0	\$0
TOTAL REQUEST			0.0	\$0	\$0	\$0
ROUNDING				\$0	\$0	\$0
TOTAL FUNDING				\$0	\$0	\$0
General Fund				\$0	\$0	\$0
General Fund Match				0	0	0
General Fund Other				0	0	0
Reimbursements				\$0	\$0	\$0
Medi-Cal Reimbursements				0	0	0

**Program Update
Staffing Population Adjustments
Non-Level of Care Staffing
CURRENT YEAR 2011-12**

	Net Position Change	Net Change in Costs
ADMINISTRATION		
<i>TOTAL ADMINISTRATION</i>	<i>0.0</i>	<i>\$0</i>
CLINICAL SERVICES		
<i>TOTAL CLINICAL SERVICES</i>	<i>0.0</i>	<i>\$0</i>
SUPPORT SERVICES		
<i>TOTAL SUPPORT SERVICES</i>	<i>0.0</i>	<i>\$0</i>
PLANT OPERATIONS		
<i>TOTAL PLANT OPERATIONS</i>	<i>0.0</i>	<i>\$0</i>
Sub-Total, Salaries and Wages		\$0
STAFF BENEFITS		
OASDI/Medicare		\$0
Health		0
Retirement		0
Sub-Total, Staff Benefits		\$0
TOTAL, PERSONAL SERVICES	0.0	\$0
ROUNDED		\$0
General Fund		\$0
<i>General Fund Match</i>		<i>0</i>
<i>General Fund Other</i>		<i>0</i>
Medi-Cal Reimbursements		\$0

Program Update
Staffing Population Adjustments
Level-of-Care Staffing
BUDGET YEAR 2012-13

	Enacted Budget	November Estimate	Net Change	Fiscal Impact		
					003	004
PROFESSIONAL:						
Medical	31.0	31.0	0.0	\$0	\$0	\$0
Psychology	69.0	62.0	-7.0	-638,014	-638,014	0
Social Work	54.0	52.0	-2.0	-102,039	-102,039	0
Rehab Therapy	70.0	61.0	-9.0	-539,863	-539,863	0
Phys./Occ. Therapy	0.0	0.0	0.0	0	0	0
Education	92.0	86.0	-6.0	-251,502	0	-251,502
Speech	0.0	0.0	0.0	0	0	0
Subtotal, Professional	316.0	292.0	-24.0	-\$1,531,418	-\$1,279,916	-\$251,502
NURSING:	1,926.0	1,761.0	-165.0	-7,708,552	-7,708,552	0
Subtotal : LOC Permanent	2,242.0	2,053.0	-189.0	-\$9,239,970	-\$8,988,468	-\$251,502
TEMPORARY HELP						
Physical Therapy (PT)/Occupational Therapy (OT)				-\$332,231	-\$332,231	\$0
Speech Therapy (ST)				-385,409	0	-385,409
Subtotal, Temporary Help				-\$717,640	-\$332,231	-\$385,409
Subtotal, Salaries and Wages				-\$9,957,610	-\$9,320,699	-\$636,911
STAFF BENEFITS						
OASDI/Medicare				-\$664,554	-\$622,588	-\$41,966
Health				-1,698,418	-1,593,557	-104,861
Retirement				-1,693,045	-1,583,637	-109,408
Subtotal, Staff Benefits				-\$4,056,017	-\$3,799,782	-\$256,235
TOTAL, PERSONAL SERVICES				-\$14,013,627	-\$13,120,481	-\$893,146
OPERATING EXPENSE & EQUIPMENT						
OT/PT Contract Services				-\$1,410,348	-\$1,410,348	\$0
ST Contract Services				-377,177	0	-377,177
Foodstuffs	\$1,829			-420,670	-420,670	0
Drugs, Lab & Supply	\$1,371			-315,330	-315,330	0
Clothing	\$586			-134,780	-134,780	0
TOTAL, OPERATING EXPENSE & EQUIPMENT				-\$2,658,305	-\$2,281,128	-\$377,177
Subtotal Request				-\$16,671,932	-\$15,401,609	-\$1,270,323
Savings to meet Operational Efficiency reduction tied to Control Section 3.91(b)			163.0	\$10,716,989	\$10,716,989	\$0
TOTAL REQUEST			-26.0	-\$5,954,943	-\$4,684,620	-\$1,270,323
ROUNDING				-\$5,955,000	-\$4,685,000	-\$1,270,000
TOTAL FUNDING				-\$5,955,000	-\$4,685,000	-\$1,270,000
General Fund				-\$3,636,000	-\$2,912,000	-\$724,000
General Fund Match				-2,319,000	-1,773,000	-546,000
General Fund Other				-1,317,000	-1,139,000	-178,000
Reimbursements				-\$2,319,000	-\$1,773,000	-\$546,000
Medi-Cal Reimbursements				-2,319,000	-1,773,000	-546,000

Program Update
Staffing Population Adjustments
Non-Level of Care Staffing
BUDGET YEAR 2012-13

	Net Position Change from 2011-12 to 2012-13	Net Change in Costs from 2011-12 to 2012-13
ADMINISTRATION		
HEALTH RECD TECH II/I-OT	-2.0	-73,942
ACCT TECH/CLERK/OT	3.0	100,218
PERS SERVICES SUPV II	2.0	106,502
PERS SERV SPEC II (Transactions)	-1.0	-34,424
PERS SERV SPEC (Position Control)	-1.0	-34,424
PERS SERV SPEC I (Transactions)	-1.0	-34,424
TELE OPA	2.0	60,328
PSYC NURSING EDUC DIR	-2.0	-142,570
PEACE OFFICER I/SECURITY OFFICER GUARD	-12.0	-485,496
OFFICE TECHNICIAN	9.0	324,945
HPO II	4.0	200,460
HPO I /CUSTODY OFFICER	9.0	411,390
SUP. SPECIAL INVESTIGATOR II	1.0	80,147
SUP. SPECIAL INVESTIGATOR	1.0	71,032
INVESTIGATOR (previously sr special investigator)	12.0	619,476
INVESTIGATOR (previously special investigator)	-12.0	-619,476
OFFICE TECHNICIAN	-9.0	-316,962
FIRE CHIEF	-1.0	-56,294
FIRE FIGHTER	1.0	43,752
TOTAL ADMINISTRATION	3.0	\$220,238
CLINICAL SERVICES		
RESIDENCE MANAGERS (RNIII/Unit Sup)	-3.0	-187,518
SHIFT SUP (RNII/SPT)	-6.0	-330,462
OT/OA (Unit Clerks)	-1.0	-31,487
COMMUNITY PROGRAM SPECIALIST I/II	3.0	159,912
PROGRAM ASSISTANT	-1.0	-66,520
BARBER/BEAUTY SHOP MGR	-1.0	-35,179
OFFICE TECH-TYPING	-1.0	-35,536
SPT SERV ASST-INTRPRET/HOSPITAL WORKER	-57.0	-2,813,292
PSYCHIATRIC TECH (Escorts)	-5.0	-200,635
PSYCH. TECH. (Active Treatment)	3.5	140,445
PHARMACIST II	-1.0	-81,047
PHARMACIST I/PHARM ASST	-6.0	-429,762
DENTIST	2.0	185,564
DENTAL ASSISTANT	-0.5	-15,929
PUBLIC HEALTH NURSE	-2.0	-130,078
SUPVNG CLINICAL LAB TECH	-1.0	-61,149
CLINIC LAB TECHNOLOGIST	1.0	53,132
RADIOLOGIC TECH	1.0	40,682
COMMUNITY PROG SPEC II	-1.0	-58,212
COMMUNITY PROG SPEC I	1.0	48,395
IPC	-3.0	-120,784
ASSISTIVE TECHNOLOGY SPEC I/TRAINEE	2.0	79,632
TOTAL CLINICAL SERVICES	-76.0	-\$3,889,829

Program Update
Staffing Population Adjustments
Non-Level of Care Staffing
BUDGET YEAR 2012-13

Net Position Change from 2011-12 to 2012-13	Net Change in Costs from 2011-12 to 2012-13
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SUPPORT SERVICES

CLINICAL DIETITIAN	1.0	43,924
SUPVNG COOK II	-1.0	-43,619
FOOD SERVICE SUPER I	2.0	65,382
FSW I/II-PRODUCTION	-1.0	-28,312
FSW I/II-PRESENTATION	-9.0	-254,808
OT/OA/ACCT CLK	3.0	94,461
MSS/STOCK CLERK	1.0	35,040
SUPERVISING HOUSEKEEPER I	11.0	328,020
CUSTODIAN	115.0	3,192,055
SERVICE ASSISTANT	-203.0	-5,277,391
LAUNDRY WORKER/LABORER	1.0	32,969
AUTOMOTIVE EQUIPMENT OPERATOR I	-2.0	-80,730
TOTAL SUPPORT SERVICES	-82.0	-\$1,893,009

PLANT OPERATIONS

ENERGY RES SPEC/ANYST	-0.5	-29,106
PAINTER II//APPR	1.0	42,144
CARPENTER II//APPR	2.0	84,288
UPHOLSTERER	-1.0	-40,365
BLDG MAINT WORKER	1.0	42,151
LEAD GROUNDSKEEPER /GRDS	-1.0	-36,330
CHIEF ENGR I/STAT ENG/APPR	2.0	114,188
ELECTRICIAN III//APPR	-5.0	-216,805
TOTAL PLANT OPERATIONS	-1.5	-\$39,835

Sub-Total, Salaries and Wages **-\$5,602,435**

STAFF BENEFITS

	-\$400,102
	-844,179
	-1,019,347
	-\$2,263,628
-156.5	-\$7,866,063
	-\$7,866,000
	-\$4,350,000
	-3,516,000
	-834,000
	-\$3,516,000

Program Update
Lanterman Developmental Center
Closure Plan Implementation - Retention of Enhanced Staffing

DESCRIPTION:

To provide reasonable staffing and associated funding at Lanterman Developmental Center (Lanterman) to support administrative and residential care requirements as the population declines under the Lanterman Closure Plan, staffing adjustments are required. Adjustments to standard staffing methodologies are necessary to provide adequate staffing during the closure process to ensure the health and safety of residents and retain certification of the facility.

The Department of Developmental Services (DDS) submitted to the legislature a plan for the closure of Lanterman in April 2010. Consistent with the Lanterman Closure Plan, these assumptions were built upon maximizing the use of existing resources at Lanterman to effectuate the closure and continue operation through closure.

The closure of a Developmental Center (DC) is an extensive process of ensuring safe transitions for residents and staff, proper disposition of confidential documents and records, and the maintenance and disposal of property and the land prior to the final sale or disposition of the property. Staffing needs have been identified in these areas as follows:

- **Level of Care:** During a closure process there is an ongoing evaluation of staffing and support needs including a consolidation of living environments to ensure the quality of care to residents while maintaining a fiscally responsible process. During the Agnews Developmental Center (ADC) closure the consolidation process generated many moves that were required of residents, which threatened the stability of services and increased the risk of transfer trauma. The Department has committed to residents and families of LDC that a strategic planning effort will be implemented to reduce the overall number of moves any one resident may incur prior to leaving LDC. To meet this commitment, and continue to ensure the health and safety of LDC residents, staff will be retained to support this effort.
- **Administration Transition and Closure Activities** have been identified that will support each of the closure activities associated with the corresponding administrative functions including overall coordination of efforts between Regional Centers, Community Providers and DC staff, confidential records disposition, resident property transfer, property maintenance and upkeep, employee separations including activities associated with retirements, layoffs or transfers of all employees.
- **Resident Transition** activities to ensure a safe transition for each resident will require staffing to support the Regional Resource Development Project (RRDP) as closure activities increase the number of residents transitioning from a DC at any given time. Costs are expected in areas such as to cross training for community staff, staff escorts for transportation and transitioning of residents, and resident transition related expenses.

These become critical elements to a successful transition as they ensure the continuity of care is provided once the resident leaves the DC. Additional support is needed in assuring the local health care plans and the Regional Center staff has all of the necessary information and training to ensure the transition of health care services.

Program Update
Lanterman Developmental Center
Closure Plan Implementation - Retention of Enhanced Staffing (Continued)

DDS was approved to retain in the enacted budget, 60 positions (39.0 LOC and 21.0 NLOC) and \$10.6 million (\$4.2 million GF) for closure activities. DDS must retain an additional 28 positions (10.0 LOC and 18.0 NLOC) to ensure the continued safe and successful transition of residents and continuation of all closure related activities.

ASSUMPTIONS/METHODOLOGY:

	<u>CY 2011-12</u>	<u>BY 2012-13</u>
<i>Personal Services</i>	\$0	\$4,575,920
<i>Operating Expense</i>	0	746,153
TOTAL EXPENDITURES	\$0	\$5,322,073
TOTAL POSITIONS	0.0	28.0

REASON FOR CHANGE:

The Department is updating LOC and NLOC staffing levels and for the State Staff in the Community of the Lanterman Closure Plan.

	<u>CY 2011-12</u>	<u>BY 2012-13</u>
TOTAL EXPENDITURES:		
TOTAL FUNDING	\$0	\$5,322,073
General Fund	\$0	\$1,594,619
Reimbursements	\$0	\$3,727,454
TOTAL POSITIONS	0.0	28.0

IMPLEMENTATION DATE

July 1, 2012

Program Update
Lanterman Developmental Center
Closure Plan Implementation - Retention of Enhanced Staffing

<u>LEVEL OF CARE</u>	Position Request 2012-13	Funding Request 2012-13
NURSING	10.0	522,240
Sub-Total Level of Care	10.0	\$522,240
Staff Benefits		
OASDI/Medicare	7.24%	\$37,810
Health	18.91%	98,756
Retirement	17.22%	89,930
Total Benefits		\$226,496
<u>OPERATING EXPENSE AND EQUIPMENT</u>		
Occupational/Physical Therapy	(4.0)	\$628,464
Speech Therapy	(1.0)	117,689
Total OE&E	(5.0)	\$746,153
TOTAL , LEVEL-OF-CARE	10.0	\$1,494,889
<u>NON-LEVEL OF CARE</u>		
ADMINISTRATION TRANSITION AND CLOSURE ACTIVITIES		
LDC POSITIONS		
HEALTH RECORDS TECH I	2.0	\$81,564
AUTOMOBILE EQUIPMENT OPERATOR I	1.0	43,920
MEDICAL SUPPLY TECH	1.0	33,684
OFFICE TECHNICIAN	1.0	36,204
CEA I	1.0	94,056
RESEARCH ANALYST II	1.0	67,392
ASSOCIATE PERSONNEL ANALYST	1.0	58,764
ASSOCIATE INFO SYSTEMS ANALYST - SPEC	1.0	64,800
Sub-Total NLOC Enhanced Staffing	9.0	\$480,384
Staff Benefits		
OASDI/Medicare	7.24%	\$34,780
Health	18.91%	90,841
Retirement	17.22%	82,722
Total Benefits		\$208,343
TOTAL , NLOC ENHANCED STAFFING	9.0	\$688,727
TOTAL , ADMIN TRANSITION & CLOSURE ACTIVITIES	9.0	\$688,727
<u>TRANSITION AND PLACEMENT SUPPORT ACTIVITIES</u>		
CPS II	1.0	\$58,764
PSYCHIATRIC TECHNICIAN (ESCORTS)	4.0	191,376
MIN DATA SET COORD (RN)	1.0	81,648
UNIT SUPERVISOR	1.0	73,494
PHARMACIST I/ PHARM ASSIST	1.0	58,419
Sub-Total, Transition and Placement Support Activities	8.0	\$463,701

Program Update
Lanterman Developmental Center
Closure Plan Implementation - Retention of Enhanced Staffing (Continued)

	Position Request 2012-13	Funding Request 2012-13
Staff Benefits		
OASDI/Medicare	7.24%	\$33,572
Health	18.91%	87,686
Retirement	17.22%	79,849
		<hr/>
		\$201,107
TOTAL, TRANSITION & PLACEMENT SUPPORT ACTIVITIES	8.0	\$664,808
<u>STATE STAFF IN THE COMMUNITY (PHASE II)</u>		
In addition to previously approved State Staff in the Community		
ADMINISTRATION FOR STATE STAFF		
ACCOUNTING TECH	0.5	\$18,420
SENIOR PERSONNEL SPECIALIST	0.5	26,676
		<hr/>
Sub-Total, Administration for State Staff	1.0	\$45,096
Staff Benefits		
OASDI/Medicare	7.24%	\$3,265
Health	18.91%	8,528
Retirement	17.22%	7,766
		<hr/>
		\$19,559
TOTAL, Administration for State Staff	1.0	\$64,655
DIRECT SUPPORT SERVICES		
PSYCHIATRIC TECHNICIAN (REIMB)	(30.0)	\$1,435,320
REGISTERED NURSE (REIMB)	(3.0)	244,944
		<hr/>
Sub-Total, State Staff in the Community	(33.0)	\$1,680,264
Staff Benefits		
OASDI/Medicare	7.24%	\$121,651
Health	18.91%	317,738
Retirement	17.22%	289,341
		<hr/>
		\$728,730
TOTAL, Direct Support Services	(33.0)	\$2,408,994
TOTAL , STATE STAFF IN THE COMMUNITY (PHASE II)	1.0	\$2,473,649
TOTAL LOC AND NLOC POSITION LDC CLOSURE UPDATE	28.0	\$5,322,073
TOTAL EXPENDITURES:		<u>\$5,322,073</u>
TOTAL FUNDING		\$5,322,073
General Fund		\$1,594,619
General Fund Match		1,594,619
General Fund Other		0
Reimbursements		\$3,727,454
Medi-Cal Reimbursements		1,318,460
Reimbursements Other		2,408,994
TOTAL POSITIONS		28.0

Program Update
Intermediate Care Facility - Developmentally Disabled
Quality Assurance Fee

DESCRIPTION:

The Department of Health Services began assessing a 6 percent Intermediate Care Facility (ICF) - Developmentally Disabled (DD) Quality Assurance (QA) fee effective July 1, 2003. This update is requesting a change of -\$3 million based on the number of Medi-Cal billable days for the Developmental Centers and a Community Facility. Rates used to develop this update were based on the most current Funding Mix for Medi-Cal.

ASSUMPTIONS/METHODOLOGY:

		<u>CY 2011-12</u>	<u>BY 2012-13</u>
Based on proposed current eligible beds, the ICF/DD-QA assessment will decrease from \$24,733,000 to \$21,761,000.			
		-2,972,135	-2,972,135
Old Base	\$24,733,000		
Request	-2,972,135		
ICF-DD QA New Base	<u>\$21,760,865</u>		
TOTAL EXPENDITURES		<u>-\$2,972,135</u>	<u>-\$2,972,135</u>

FUNDING:

Funding is based on the funding mix percentage.

REASON FOR CHANGE:

This decrease is based on decline of the number of eligible ICF/DD beds.

		<u>CY 2011-12</u>	<u>BY 2012-13</u>
TOTAL EXPENDITURES:			
	TOTAL FUNDING	<u>-\$2,972,135</u>	<u>-\$2,972,135</u>
	General Fund	<u>-\$2,520,242</u>	<u>-\$2,520,242</u>
	<i>General Fund Match</i>	<i>-451,893</i>	<i>-451,893</i>
	<i>General Fund Other</i>	<i>-2,068,349</i>	<i>-2,068,349</i>
	Reimbursements	<u>-\$451,893</u>	<u>-\$451,893</u>
	<i>Medi-Cal Reimbursements</i>	<i>-451,893</i>	<i>-451,893</i>
	<i>Reimbursements Other</i>	<i>0</i>	<i>0</i>

FUTURE FISCAL ISSUES

Replacement of Boilers for Sonoma, Porterville and Fairview:

Sonoma, Porterville and Fairview boilers are subject to regulation by a variety of governmental entities. The federal government, primarily through the Environmental Protection Agency (EPA) sets standards, oversees state and local actions, and implements programs for toxic air pollutants, including those from some types of industrial equipments. The Bay Area Air Quality Management District (BAAQMD) develops plans and implements control measures in the district that includes Sonoma. Porterville is within the district of San Joaquin Valley Unified Air Pollution Control District (SJVUAPCD). The South Coast Air Quality Management District (SCAQMD) regulates emission within the district that includes Fairview.

In July of 2008, the BAAQMD amended Regulation 9 Rule 7 which regulates emissions from industrial boilers such as those owned and operated by the Sonoma.

In October of 2008, the SJVUAPCD adopted Rule 4320 to regulate emissions from industrial boilers such as those owned and operated by Porterville.

In September of 2008, the SCAQMD amended Rule 1146 which regulates emissions for industrial boilers including those owned and operated by Fairview. The rule also states that if emission reductions are not met by the 2012 deadline, an enhanced reduction to 5 ppm will be required by January 1, 2014.

DDS may be subject to fines and penalties after January 2012 for Sonoma and Fairview and January 2014 for Porterville until construction is completed.

Proposed Expenditures: The projected cost to replace boilers at Sonoma, Porterville and Fairview is estimated at \$10.7 million. While the department has not received any direct correspondence from any of the respective Air Quality Management District, we have estimated that failure to comply with these requirements could result in penalties from \$1,000 to \$25,000 per day.

United States Department of Justice (USDOJ) Civil Rights for Institutionalized Persons Act (CRIPA) Remedial Agreement

Over a period of more than six years, the United States Department of Justice (USDOJ) has conducted investigations of Sonoma and Lanterman Developmental Centers and has issued findings pursuant to Civil Rights for Institutionalized Persons Act (CRIPA). DDS is engaged in settlement negotiations with the USDOJ to resolve the investigations.

Fund Sources

Index

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General Fund	E-1
Title XIX Medi-Cal/Other Reimbursements	E-2
Federal Funds	E-3
Lottery Education Fund	E-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 residents (these funds are referred to as "General Fund Match") and 2) to pay for non-Medi-Cal eligible resources/services for residents in the developmental centers and the state-operated community facility (DC/CF). These funds are referred to as "General Fund Other."

ASSUMPTIONS/METHODOLOGY:

CY 2011-12

BY 2012-13

General Fund:

The DCs'/CF's 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: 	\$255,585,845	\$249,179,000																				
<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;">General Fund Match to FMAP</td> <td style="width: 15%; text-align: center;"><u>CY 2011-12</u></td> <td style="width: 15%; text-align: center;"><u>BY 2012-13</u></td> <td style="width: 30%;"></td> <td style="width: 10%;"></td> </tr> <tr> <td style="padding-left: 20px;">Non-Proposition 98</td> <td style="text-align: center;">50.00%</td> <td style="text-align: center;">50.00%</td> <td></td> <td style="text-align: right;">252,740,243</td> </tr> <tr> <td style="padding-left: 20px;">Proposition 98</td> <td style="text-align: center;">50.00%</td> <td style="text-align: center;">50.00%</td> <td></td> <td style="text-align: right;">2,682,602</td> </tr> <tr> <td style="padding-left: 20px;">HIPAA</td> <td style="text-align: center;">50.00%</td> <td style="text-align: center;">50.00%</td> <td></td> <td style="text-align: right;">163,000</td> </tr> </table>	General Fund Match to FMAP	<u>CY 2011-12</u>	<u>BY 2012-13</u>			Non-Proposition 98	50.00%	50.00%		252,740,243	Proposition 98	50.00%	50.00%		2,682,602	HIPAA	50.00%	50.00%		163,000		246,879,000 2,137,000 163,000
General Fund Match to FMAP	<u>CY 2011-12</u>	<u>BY 2012-13</u>																				
Non-Proposition 98	50.00%	50.00%		252,740,243																		
Proposition 98	50.00%	50.00%		2,682,602																		
HIPAA	50.00%	50.00%		163,000																		

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 	\$37,854,825	\$34,463,000
This funding is for services provided to the DC/CF residents who are not eligible for federal or other reimbursement funding. Funding also includes \$7,085,000 (CY) and \$7,089,000 (BY) for Lease-Revenue Bonds.	37,854,825	34,463,000

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

TOTAL GENERAL FUND	\$293,440,670	\$283,642,000
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Reimbursements Title XIX Medi-Cal and Other

DESCRIPTION:

Title XIX Medi-Cal Reimbursements are funds received for services provided to eligible residents in the developmental centers and the state-operated community facility (DC/CF). These funds require a General Fund match at the FMAP rate. Other Reimbursements are funds received for services provided to the DCs/CF residents who have no General Fund match requirements.

ASSUMPTIONS/METHODOLOGY:

CY 2011-12

BY 2012-13

Reimbursements:

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

• **Title XIX/Medi-Cal**

\$248,882,845

\$246,428,000

Title XIX Medi-Cal Reimbursements fund eligible services provided to residents in the DCs/CF 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.

FMAP

CY 2011-12

BY 2012-13

Non-Proposition 98

50.00%

50.00%

246,242,845

244,334,000

Proposition 98

50.00%

50.00%

2,479,000

1,933,000

HIPAA

50.00%

50.00%

161,000

161,000

• **Reimbursements - Other**

\$25,740,000

\$28,149,000

This funding is for services provided to the DC/CF residents who are not eligible for federal or other reimbursement funding. These costs consist of miscellaneous reimbursements for such services as the Community Industries Contract, Rental Income Contracts, and State Employees in the Community.

25,740,000

28,149,000

TOTAL REIMBURSEMENTS

\$274,622,845

\$274,577,000

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 2011-12

BY 2012-13

• **Foster Grandparent Program Grant**

\$524,000

\$524,000

The Foster Grandparent Program grant is used for specified operational costs, such as stipends and educational supplies in the developmental centers.

TOTAL FEDERAL FUNDS

\$524,000

\$524,000

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.

ASSUMPTIONS/METHODOLOGY:

CY 2011-12

BY 2012-13

Lottery Education Fund:

\$453,000

\$453,000

- 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 developmental centers and state-operated community facilities (DC/CF). Funds received are based on the DC/CF resident average daily attendance.

TOTAL LOTTERY EDUCATION FUND

\$453,000

\$453,000