

FOR LEGISLATIVE REVIEW

REGIONAL CENTER
LOCAL ASSISTANCE
2015 MAY REVISION
of the
2015-16 BUDGET



STATE OF CALIFORNIA DEPARTMENT OF
DEVELOPMENTAL SERVICES
MAY 14, 2015

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**Comparison of Governor's Budget to 2015 May Revision
Fiscal Year 2014-15**

	A Governor's Budget	B May Revision	C Request (B - A)
I. BUDGET ITEMS:			
A. Operations (OPS)			
Caseload Growth			
1. Staffing	\$508,433,000	\$510,155,000	\$1,722,000
2. Federal Compliance	48,874,000	48,874,000	0
3. Projects	23,877,000	23,765,000	-112,000
4. Agnews Ongoing Workload	2,946,000	2,946,000	0
5. Lanterman Development Center Closure	2,672,000	2,672,000	0
6. Intermediate Care Facility-Developmentally Disabled (ICF-DD) State Plan Amendment (SPA) Administration Fee	1,678,000	1,708,000	30,000
7. Total OPS Caseload Growth (Items 1 thru 6)	\$588,480,000	\$590,120,000	\$1,640,000
8. Total New and/or Revised Major Assumptions	\$0	\$0	\$0
9. Total Operations (Items 7 and 8)	\$588,480,000	\$590,120,000	\$1,640,000 *
B. Purchase of Services (POS)			
Caseload Growth			
1. Community Care Facilities	\$985,531,000	\$1,009,124,000	\$23,593,000
2. Medical Facilities	20,682,000	20,682,000	0
3. Day Programs	910,545,000	910,545,000	0
4. Habilitation Services	148,939,000	150,680,000	1,741,000
5. Transportation	264,055,000	268,131,000	4,076,000
6. Support Services	927,289,000	944,077,000	16,788,000
7. In-Home Respite	238,980,000	242,844,000	3,864,000
8. Out-of-Home Respite	39,394,000	39,394,000	0
9. Health Care	95,486,000	107,856,000	12,370,000
10. Miscellaneous	461,751,000	471,470,000	9,719,000
11. Quality Assurance Fees (Transfer from Department of Health Care Services (DHCS))	9,061,000	9,219,000	158,000
12. Total POS Caseload Growth (Items 1 thru 11)	\$4,101,713,000	\$4,174,022,000	\$72,309,000 *
New and/or Revised Major Assumptions			
13. AB 10 Minimum Wage Increase, Effective 7/1/2014	\$106,468,000	\$75,274,000	-\$31,194,000
14. Federal Labor Regulations	20,678,000	0	-20,678,000
15. Continuation Costs for Residents Transitioning from a Developmental Center (DC) into the Community	4,153,000	25,544,000	21,391,000
16. Restoration of Early Start Eligibility Criteria, Effective 1/1/2015	5,563,000	5,563,000	0
17. Total New and/or Revised Major Assumptions (Items 13 thru 16)	\$136,862,000	\$106,381,000	-\$30,481,000
18. Total POS (Items 12 and 16)	\$4,238,575,000	\$4,280,403,000	\$41,828,000
C. Early Start/Part C: Other Agency Costs	\$19,450,000	\$19,450,000	\$0
D. Prevention Program	\$2,003,000	\$2,003,000	\$0
E. GRAND TOTAL	\$4,848,508,000	\$4,891,976,000	\$43,468,000

* Amount includes reappropriation from 2011-12 of \$13.0 million (\$12.9 million General Fund (GF) with \$1.3 million (\$1.2 million GF) in OPS and \$11.7 million GF in POS.

**Comparison of Governor's Budget to 2015 May Revision
Fiscal Year 2014-15**

	A Governor's Budget	B May Revision	C Request (B - A)
II. FUND SOURCES:			
A. General Fund Total	\$2,761,464,000 *	\$2,803,150,000	\$41,686,000
1. General Fund Match	1,776,889,000	1,779,635,000	2,746,000
2. General Fund - Other	984,575,000	1,023,515,000	38,940,000
B. Reimbursements	\$2,014,911,000	\$2,017,996,000	\$3,085,000
1. HCBS Waiver	1,336,651,000	1,338,205,000	1,554,000
2. HCBS Waiver Administration	8,781,000	9,456,000	675,000
3. Medicaid Administration	10,420,000	11,192,000	772,000
4. TCM	153,335,000	157,875,000	4,540,000
5. TCM Administration	4,321,000	4,932,000	611,000
6. Title XX Block Grant	214,555,000	214,555,000	0
a. Social Services	137,088,000	137,088,000	0
b. Temporary Assistance for Needy Families	77,467,000	77,467,000	0
7. ICF-DD SPA	55,947,000	56,922,000	975,000
8. Quality Assurance Fees	9,900,000	10,073,000	173,000
9. 1915(i) SPA	186,694,000	180,880,000	-5,814,000
10. Money Follows the Person	8,267,000	8,277,000	10,000
11. Homeland Security Grant	411,000	0	-411,000
12. Race to the Top	341,000	341,000	0
13. Early Periodic Screening Diagnosis and Treatment	25,288,000	25,288,000	0
C. Program Development Fund / Parental Fees	\$4,071,000	\$2,733,000	-\$1,338,000
D. Developmental Disabilities Services Account	\$150,000	\$150,000	\$0
E. Mental Health Services Fund	\$740,000	\$740,000	\$0
F. Federal Funds	\$67,172,000	\$67,207,000	\$35,000
1. Early Start/Part C Grant	66,459,000	66,459,000	0
2. Foster Grandparent Program	713,000	748,000	35,000
G. GRAND TOTAL	\$4,848,508,000	\$4,891,976,000	\$43,468,000

**Comparison of Governor's Budget to 2015 May Revision
Fiscal Year 2015-16**

	A Governor's Budget	B May Revision	C Request (B - A)
I. BUDGET ITEMS:			
A. Operations (OPS)			
Caseload Growth			
1. Staffing	\$532,262,000	\$534,401,000	\$2,139,000
2. Federal Compliance	48,999,000	49,004,000	5,000
3. Projects	24,171,000	24,525,000	354,000
4. Agnews Ongoing Workload	2,946,000	2,946,000	0
5. Lanterman Development Center Closure	2,576,000	2,576,000	0
6. ICF-DD SPA Administration Fee	1,678,000	1,708,000	30,000
7. Total OPS Caseload Growth (Items 1 thru 6)	\$612,632,000	\$615,160,000	\$2,528,000
New and/or Revised Major Assumptions			
8. AB 10 Minimum Wage Increase, Effective 1/1/2016	\$1,872,000	\$2,053,000	\$181,000
9. Total Operations (Items 7 and 8)	\$614,504,000	\$617,213,000	\$2,709,000 *
B. Purchase of Services (POS)			
Caseload Growth			
1. Community Care Facilities	\$1,023,480,000	\$1,062,503,000	\$39,023,000
2. Medical Facilities	21,112,000	21,112,000	0
3. Day Programs	949,869,000	949,869,000	0
4. Habilitation Services	148,033,000	149,240,000	1,207,000
5. Transportation	277,498,000	285,710,000	8,212,000
6. Support Services	987,588,000	1,021,288,000	33,700,000
7. In-Home Respite	255,679,000	263,499,000	7,820,000
8. Out-of-Home Respite	40,206,000	40,206,000	0
9. Health Care	102,282,000	117,734,000	15,452,000
10. Miscellaneous	447,955,000	460,703,000	12,748,000
11. Quality Assurance Fees (Transfer from DHCS)	\$9,061,000	\$9,219,000	\$158,000
12. POS Subtotal (Items 1 thru 11)	\$4,262,763,000	\$4,381,083,000	\$118,320,000 *
New and/or Revised Major Assumptions			
13. AB 10 Minimum Wage Increase, Effective 7/1/2014	\$106,468,000	\$75,274,000	-\$31,194,000
14. AB 10 Minimum Wage Increase, Effective 1/1/2016	62,357,000	62,357,000	0
15. Federal Labor Regulations	41,353,000	43,324,000	1,971,000
16. Continuation Costs for Residents Transitioning from a DC into the Community	4,153,000	42,076,000	37,923,000
17. AB 1522 Employment: Paid Sick Days	25,324,000	27,001,000	1,677,000
18. Restoration of Early Start Eligibility Criteria, Effective 1/1/2015	5,563,000	15,337,000	9,774,000
19. Impacts from Other Departments, DHCS - Behavioral Health Treatment	-2,083,000	-5,080,000	-2,997,000
20. Prior Year 2011-12 General Fund Loan	0	15,589,000	15,589,000 #
21. Prior Year 2012-13 General Fund Loan	0	45,965,000	45,965,000 #
22. DC Closure	0	48,021,000	48,021,000
23. Total New and/or Revised Major Assumptions (Items 13 thru 22)	\$243,135,000	\$369,864,000	\$126,729,000
24. Total POS Items (12 and 23)	\$4,505,898,000	\$4,750,947,000	\$245,049,000
C. Early Start/Part C: Other Agency Costs	\$19,252,000	\$19,252,000	\$0
D. Prevention Program	\$2,003,000	\$2,003,000	\$0
E. GRAND TOTAL	\$5,141,657,000	\$5,389,415,000	\$247,758,000

* Amount reflects the reduction of one-time funding of \$13.0 million from the 2011-12 appropriation.

Amount to be included in Appropriation Item Number 4300-102-0001

**Comparison of Governor's Budget to 2015 May Revision
Fiscal Year 2015-16**

	A Governor's Budget	B May Revision	C Request (B - A)
II. FUND SOURCES:			
A. General Fund Total	\$2,991,911,000 *	\$3,203,828,000	\$211,917,000
1. General Fund Match	1,856,431,000	\$1,894,324,000	37,893,000
2. General Fund - Other	1,135,480,000	1,309,504,000	174,024,000 #
B. Reimbursements	\$2,092,900,000	\$2,130,610,000	\$37,710,000
1. HCBS Waiver	1,409,047,000	1,432,621,000	23,574,000
2. HCBS Waiver Administration	8,825,000	9,643,000	818,000
3. Medicaid Administration	10,420,000	11,192,000	772,000
4. TCM	153,578,000	162,687,000	9,109,000
5. TCM Administration	4,321,000	4,932,000	611,000
6. Title XX Block Grant	214,555,000	214,555,000	0
a. Social Services	137,088,000	137,088,000	0
b. Temporary Assistance for Needy Families	77,467,000	77,467,000	0
7. ICF-DD SPA	55,947,000	56,922,000	975,000
8. Quality Assurance Fees	9,900,000	10,073,000	173,000
9. 1915(i) SPA	192,861,000	193,592,000	731,000
10. Money Follows the Person	6,618,000	7,976,000	1,358,000
11. Homeland Security Grant	411,000	0	-411,000
12. Race to the Top	143,000	143,000	0
13. Early Periodic Screening Diagnosis and Treatment	26,274,000	26,274,000	0
C. Program Development Fund / Parental Fees	\$4,103,000	\$2,733,000	-\$1,370,000
D. Developmental Disabilities Services Account	\$150,000	\$150,000	\$0
E. Mental Health Services Fund	\$740,000	\$740,000	\$0
F. Federal Funds	\$51,853,000	\$51,354,000	-\$499,000
1. Early Start/Part C Grant	51,041,000	50,542,000	-499,000
2. Foster Grandparent Program	812,000	812,000	0
G. GRAND TOTAL	\$5,141,657,000	\$5,389,415,000	\$247,758,000

* Amount reflects the reduction of one-time funding of \$13.0 million from the 2011-12 appropriation.

Amount includes \$61.6 million GF for PY loan repayment for FY 2011-12 (\$15.6 million) and 2012-13 (\$46.6 million) to be appropriated under item 4300-102-0001.

Comparison Fiscal Year 2014-15 to Fiscal Year 2015-16

	A	B	C
	Fiscal Year 2014-15	Fiscal Year 2015-16	Incremental Increase (B - A)
I. BUDGET ITEMS:			
A. Operations (OPS)			
Caseload Growth			
1. Staffing	\$510,155,000	\$534,401,000	\$24,246,000
2. Federal Compliance	48,874,000	49,004,000	130,000
3. Projects	23,765,000	24,525,000	760,000
4. Agnews Ongoing Workload	2,946,000	2,946,000	0
5. Lanterman Developmental Center Closure	2,672,000	2,576,000	-96,000
6. ICF-DD SPA Administration Fee	1,708,000	1,708,000	0
7. Total OPS Caseload Growth (Items 1 thru 6)	\$590,120,000	\$615,160,000	\$25,040,000
New and/or Revised Major Assumptions			
8. AB 10 Minimum Wage Increase, Effective 1/1/16	\$0	\$2,053,000	\$2,053,000
9. Total Operations (Items 7 and 8)	\$590,120,000	\$617,213,000	\$27,093,000
B. Purchase of Services (POS)			
Caseload Growth			
1. Community Care Facilities	\$1,009,124,000	\$1,062,503,000	\$53,379,000
2. Medical Facilities	20,682,000	21,112,000	430,000
3. Day Programs	910,545,000	949,869,000	39,324,000
4. Habilitation Services	150,680,000	149,240,000	-1,440,000
5. Transportation	268,131,000	285,710,000	17,579,000
6. Support Services	944,077,000	1,021,288,000	77,211,000
7. In-Home Respite	242,844,000	263,499,000	20,655,000
8. Out-of-Home Respite	39,394,000	40,206,000	812,000
9. Health Care	107,856,000	117,734,000	9,878,000
10. Miscellaneous	471,470,000	460,703,000	-10,767,000
11. QAF (Transfer from DHCS)	9,219,000	9,219,000	0
12. Total POS Caseload (Items 1 thru 11)	\$4,174,022,000 ¹	\$4,381,083,000 ²	\$207,061,000
New and/or Revised Major Assumptions			
13. AB 10 Minimum Wage Increase, Effective 1/1/14	\$75,274,000	\$75,274,000	\$0
14. AB 10 Minimum Wage Increase, Effective 1/1/16	0	62,357,000	62,357,000
15. Federal Labor Regulations	0	43,324,000	43,324,000
16. Restoration of Early Start Eligibility Criteria, Effective 1/1/2015	5,563,000	15,337,000	9,774,000
17. Continuation Costs for Residents Transitioning from a DC into the Community	25,544,000	42,076,000	16,532,000
18. AB 1522 Employment: Paid Sick Days	0	27,001,000	27,001,000
19. Impacts from Other Departments, DHCS - Behavioral Health Treatment	0	-5,080,000	-5,080,000
20. Prior Year 2011-12 General Fund Loan	0	15,589,000 ³	15,589,000
21. Prior Year 2012-13 General Fund Loan	0	45,965,000 ³	45,965,000
22. DC Closure	0	48,021,000	48,021,000
23. Total New and/or Revised Major Assumptions	\$106,381,000	\$369,864,000	\$263,483,000
24. Total POS (Items 12 thru 23)	\$4,280,403,000	\$4,750,947,000	\$470,544,000
C. Early Start/Part C: Other Agency Costs	\$19,450,000	\$19,252,000	-\$198,000
D. Prevention Program	\$2,003,000	\$2,003,000	\$0
F. GRAND TOTAL	\$4,891,976,000	\$5,389,415,000	\$497,439,000

1/ Amount includes reappropriation from 2011-12 of \$13.0 million (\$12.9 million GF) with \$1.3 million (\$1.2 million GF) in OPS and \$11.7 million GF in POS.

2/ Amount reflects the reduction of one-time funding of \$13.0 million from the 2011-12 appropriation.

3/ Amount to be included in Appropriation Item Number 4300-102-0001

Comparison Fiscal Year 2014-15 to Fiscal Year 2015-16

	A	B	C
	Fiscal Year 2014-15	Fiscal Year 2015-16	Incremental Increase (B - A)
II. FUND SOURCES:			
A. General Fund Total	\$2,803,150,000 ¹	\$3,203,828,000 ²	\$400,678,000
1. General Fund Match	1,779,635,000	1,894,324,000	114,689,000
2. General Fund - Other	1,023,515,000	1,309,504,000 ³	285,989,000
B. Reimbursements	\$2,017,996,000	\$2,130,610,000	\$112,614,000
1. HCBS Waiver	1,338,205,000	1,432,621,000	94,416,000
2. HCBS Waiver Administration	9,456,000	9,643,000	187,000
3. Medicaid Administration	11,192,000	11,192,000	0
4. TCM	157,875,000	162,687,000	4,812,000
5. TCM Administration	4,932,000	4,932,000	0
6. Title XX Block Grant	214,555,000	214,555,000	0
a. Social Services	137,088,000	137,088,000	0
b. Temporary Assistance for Needy Families	77,467,000	77,467,000	0
7. ICF-DD SPA	56,922,000	56,922,000	0
8. Quality Assurance Fees	10,073,000	10,073,000	0
9. 1915(i) SPA	180,880,000	193,592,000	12,712,000
10. Money Follows the Person	8,277,000	7,976,000	-301,000
11. Homeland Security Grant	0	0	0
12. Race to the Top	341,000	143,000	-198,000
13. Early Periodic Screening Diagnosis and Treatment	25,288,000	26,274,000	986,000
C. Program Development Fund / Parental Fees	\$2,733,000	\$2,733,000	\$0
D. Developmental Disabilities Services Account	\$150,000	\$150,000	\$0
E. Mental Health Services Fund	\$740,000	\$740,000	\$0
F. Federal Funds	\$67,207,000	\$51,354,000	-\$15,853,000
1. Early Start/Part C Grant	66,459,000	50,542,000	-15,917,000
2. Foster Grandparent Program	748,000	812,000	64,000
G. GRAND TOTAL	\$4,891,976,000	\$5,389,415,000	\$497,439,000

1/ Amount includes reappropriation from 2011-12 of \$13.0 million (\$12.9 million GF) with \$1.3 million (\$1.2 million GF) in OPS and \$11.7 million GF in POS.

2/ Amount reflects the reduction of one-time funding of \$13.0 million from the 2011-12 appropriation.

3/ Amount includes \$61.6 million GF for PY loan repayment for FY 2011-12 (\$15.6 million) and 2012-13 (\$46.6 million) to be appropriated under item 4300-102-0001.

**Comparison of Governor's Budget to 2015 May Revision
Fiscal Year 2014-15
OPERATIONS**

	A	B	C
	Governor's Budget	Updated 2014-15	2014-15 Request (B - A)
I. BUDGET ITEMS:			
Caseload Growth			
1. Staffing	\$508,433,000	\$510,155,000	\$1,722,000
2. Federal Compliance	48,874,000	48,874,000	0
3. Projects	23,877,000	23,765,000	-112,000
4. Agnews Ongoing Workload	2,946,000	2,946,000	0
5. Lanterman Development Center Closure	2,672,000	2,672,000	0
6. ICF-DD SPA Administration Fee	1,678,000	1,708,000	30,000
7. Total OPS Caseload Growth (Items 1 thru 6)	\$588,480,000	\$590,120,000	\$1,640,000
New and/or Revised Major Assumptions			
8. New and/or Revised Major Assumptions	\$0	\$0	\$0
9. Total OPS (Items 7 thru 8)	\$588,480,000	\$590,120,000	\$1,640,000
II. FUND SOURCES:			
A. General Fund Total	\$404,256,000	\$399,664,000	-\$4,592,000
1. General Fund Match	175,044,000	178,342,000	3,298,000
2. General Fund Other	229,212,000	221,322,000	-7,890,000
B. Reimbursements	\$182,621,000	\$188,818,000	\$6,197,000
1. HCBS Waiver Administration	8,781,000	9,456,000	675,000
2. Medicaid Administration	10,420,000	11,192,000	772,000
3. TCM	153,335,000	157,875,000	4,540,000
4. TCM Administration	4,321,000	4,932,000	611,000
5. QAF	839,000	854,000	15,000
6. Money Follows the Person	4,514,000	4,509,000	-5,000
7. Homeland Security Grant	411,000	0	-411,000
C. Developmental Disabilities Services Account	\$150,000	\$150,000	\$0
D. Mental Health Services Fund	\$740,000	\$740,000	\$0
E. Federal Funds	\$713,000	\$748,000	\$35,000
1. Foster Grandparent Program	713,000	748,000	35,000
F. Grand Total	\$588,480,000	\$590,120,000	\$1,640,000

**Comparison of Governor's Budget to 2015 May Revision
Fiscal Year 2015-16
OPERATIONS**

	A	B	C
	Governor's Budget	Updated 2015-16	2015-16 Request (B - A)
I. BUDGET ITEMS:			
Caseload Growth			
1. Staffing	\$532,262,000	\$534,401,000	\$2,139,000
2. Federal Compliance	48,999,000	49,004,000	5,000
3. Projects	24,171,000	24,525,000	354,000
4. Agnews Ongoing Workload	2,946,000	2,946,000	0
5. Lanterman Development Center Closure	2,576,000	2,576,000	0
6. ICF-DD SPA Administration Fee	1,678,000	1,708,000	30,000
7. Total OPS Caseload Growth (Items 1 thru 6)	\$612,632,000	\$615,160,000	\$2,528,000
New and/or Revised Major Assumptions			
8. AB 10 Minimum Wage Increase, Effective 1/1/2016	\$1,872,000	\$2,053,000	\$181,000
9. Total OPS (Items 7 thru 8)	\$614,504,000	\$617,213,000	\$2,709,000
II. FUND SOURCES:			
A. General Fund Total	\$430,578,000	\$421,408,000	-\$9,170,000
1. General Fund Match	171,690,000	184,915,000	13,225,000
2. General Fund Other	258,888,000	236,493,000	-22,395,000
B. Reimbursements	\$182,224,000	\$194,103,000	\$11,879,000
1. HCBS Waiver Administration	8,825,000	9,643,000	818,000
2. Medicaid Administration	10,420,000	11,192,000	772,000
3. TCM	153,578,000	162,687,000	9,109,000
4. TCM Administration	4,321,000	4,932,000	611,000
5. QAF	839,000	854,000	15,000
6. Money Follows the Person	3,830,000	4,795,000	965,000
7. Homeland Security Grant	411,000	0	-411,000
C. Developmental Disabilities Services Account	\$150,000	\$150,000	\$0
D. Mental Health Services Fund	\$740,000	\$740,000	\$0
E. Federal Funds	\$812,000	\$812,000	\$0
1. Foster Grandparent Program	812,000	812,000	0
F. Grand Total	\$614,504,000	\$617,213,000	\$2,709,000

**Comparison of Governor's Budget to 2015 May Revision
Fiscal Year 2014-15
PURCHASE OF SERVICES**

	A	B	C
	Governor's Budget	Updated 2014-15	2014-15 Request (B - A)
I. BUDGET ITEMS:			
Caseload Growth			
A. Purchase of Services			
1. Community Care Facilities	\$985,531,000	\$1,009,124,000	\$23,593,000
2. Medical Facilities	20,682,000	20,682,000	0
3. Day Programs	910,545,000	910,545,000	0
4. Habilitation Services	148,939,000	150,680,000	1,741,000
5. Transportation	264,055,000	268,131,000	4,076,000
6. Support Services	927,289,000	944,077,000	16,788,000
7. In-Home Respite	238,980,000	242,844,000	3,864,000
8. Out-of-Home Respite	39,394,000	39,394,000	0
9. Health Care	95,486,000	107,856,000	12,370,000
10. Miscellaneous	461,751,000	471,470,000	9,719,000
11. Quality Assurance Fees (Transfer from DHCS)	9,061,000	9,219,000	158,000
12. Total POS Caseload Growth (Items 1 thru 11)	<u>\$4,101,713,000</u>	<u>\$4,174,022,000</u>	<u>\$72,309,000</u>
New and/or Revised Major Assumptions			
13. AB 10 Minimum Wage Increase, Effective 7/1/2014	\$106,468,000	\$75,274,000	-\$31,194,000
14. Federal Labor Regulations	20,678,000	0	-20,678,000
15. Continuation costs for Residents Transitioning from a Developmental Center (DC) into the Community	4,153,000	25,544,000	21,391,000
16. Restoration of Early Start Eligibility Criteria, Effective 1/1/2015	5,563,000	5,563,000	0
17. Total New and/or Revised Major Assumptions (Items 13 thru 16)	<u>\$136,862,000</u>	<u>\$106,381,000</u>	<u>-\$30,481,000</u>
18. Total POS (Items 12 thru 16)	<u>\$4,238,575,000</u>	<u>\$4,280,403,000</u>	<u>\$41,828,000</u>
II. FUND SOURCES:			
A. General Fund Total	\$2,355,205,000	\$2,401,483,000	\$46,278,000
1. General Fund Match	1,620,582,000	1,601,293,000	-19,289,000
2. General Fund Other	734,623,000	800,190,000	65,567,000
B. Reimbursements	\$1,831,949,000	\$1,828,837,000	-\$3,112,000
1. HCBS Waiver	1,336,651,000	1,338,205,000	1,554,000
2. Title XX Block Grant	214,555,000	214,555,000	0
a. Social Services	137,088,000	137,088,000	0
b. Temporary Assistance for Needy Families	77,467,000	77,467,000	0
3. ICF-DD SPA	55,947,000	56,922,000	975,000
4. Quality Assurance Fees	9,061,000	9,219,000	158,000
5. 1915(i) SPA	186,694,000	180,880,000	-5,814,000
6. Money Follows the Person	3,753,000	3,768,000	15,000
7. Early Periodic Screening Diagnosis and Treatment	25,288,000	25,288,000	0
C. Program Development Fund / Parental Fees	\$4,071,000	\$2,733,000	-\$1,338,000
D. Federal Funds	\$47,350,000	\$47,350,000	\$0
1. Early Start/Part C Grant	47,350,000	47,350,000	0
E. Grand Total	<u>\$4,238,575,000</u>	<u>\$4,280,403,000</u>	<u>\$41,828,000</u>

**Comparison of Governor's Budget to 2015 May Revision
Fiscal Year 2015-16
PURCHASE OF SERVICES**

	A	B	C
	Governor's Budget	Updated 2015-16	2015-16 Request (B - A)
I. BUDGET ITEMS:			
Caseload Growth			
A. Purchase of Services			
1. Community Care Facilities	\$1,023,480,000	\$1,062,503,000	\$39,023,000
2. Medical Facilities	21,112,000	21,112,000	0
3. Day Programs	949,869,000	949,869,000	0
4. Habilitation Services	148,033,000	149,240,000	1,207,000
5. Transportation	277,498,000	285,710,000	8,212,000
6. Support Services	987,588,000	1,021,288,000	33,700,000
7. In-Home Respite	255,679,000	263,499,000	7,820,000
8. Out-of-Home Respite	40,206,000	40,206,000	0
9. Health Care	102,282,000	117,734,000	15,452,000
10. Miscellaneous	447,955,000	460,703,000	12,748,000
11. Quality Assurance Fees (Transfer from DHCS)	9,061,000	9,219,000	158,000
12. Total POS Caseload Growth (Items 1 thru 11)	<u>\$4,262,763,000</u>	<u>\$4,381,083,000</u>	<u>\$118,320,000</u>
New and/or Revised Major Assumptions			
13. AB 10 Minimum Wage Increase, Effective 7/1/2014	106,468,000	75,274,000	-31,194,000
14. AB 10 Minimum Wage Increase, Effective 1/1/2016	62,357,000	62,357,000	0
15. Federal Labor Regulations	41,353,000	43,324,000	1,971,000
16. Continuation Costs for Residents Transitioning from a DC into the Community	4,153,000	42,076,000	37,923,000
17. AB 1522 Employment: Paid Sick Days	25,324,000	27,001,000	1,677,000
18. Restoration of Early Start Eligibility Criteria, Effective 1/1/2014	5,563,000	15,337,000	9,774,000
19. Impacts from Other Departments, DHCS - Behavioral Health Treatment	-2,083,000	-5,080,000	-2,997,000
20. DC Closure	0	48,021,000	48,021,000
21. Prior Year 2011-12 General Fund Loan	0	15,589,000	15,589,000
22. Prior Year 2012-13 General Fund Loan	0	45,965,000	45,965,000
23. Total New and/or Revised Major Assumptions (Items 13 thru 22)	<u>243,135,000</u>	<u>369,864,000</u>	<u>126,729,000</u>
24. Total POS (Items 12 and 23)	<u>\$4,505,898,000</u>	<u>\$4,750,947,000</u>	<u>\$245,049,000</u>
II. FUND SOURCES:			
A. General Fund Total	\$2,559,330,000	\$2,780,417,000	\$221,087,000
1. General Fund Match	1,686,915,000	1,709,409,000	22,494,000
2. General Fund Other	872,415,000	1,071,008,000	198,593,000
B. Reimbursements	\$1,910,533,000	\$1,936,364,000	\$25,831,000
1. HCBS Waiver	1,409,047,000	1,432,621,000	23,574,000
2. Title XX Block Grant	214,555,000	214,555,000	0
a. Social Services	137,088,000	137,088,000	0
b. Temporary Assistance for Needy Families	77,467,000	77,467,000	0
3. ICF-DD SPA	55,947,000	56,922,000	975,000
4. Quality Assurance Fees	9,061,000	9,219,000	158,000
5. 1915(i) SPA	192,861,000	193,592,000	731,000
6. Money Follows the Person	2,788,000	3,181,000	393,000
7. Early Periodic Screening Diagnosis and Treatment	26,274,000	26,274,000	0
C. Program Development Fund / Parental Fees	\$4,103,000	\$2,733,000	-\$1,370,000
D. Federal Funds	\$31,932,000	\$31,433,000	-\$499,000
1. Early Start/Part C Grant	31,932,000	31,433,000	-499,000
E. Grand Total	<u>\$4,505,898,000</u>	<u>\$4,750,947,000</u>	<u>\$245,049,000</u>

Comparison of Governor's Budget to 2015 May Revision
Fiscal Year 2014-15
EARLY START/OTHER AGENCY COSTS

	A	B	C
	Governor's Budget	Updated 2014-15	2014-15 Request (B - A)
I. BUDGET ITEMS:			
Other Agency Costs			
1. California Department of Education	\$14,941,000	\$14,941,000	\$0
a. Local Education Agencies	14,245,000	14,245,000	\$0
b. Support	355,000	355,000	\$0
c. Race to the Top	341,000	341,000	\$0
2. System Requirements	\$1,850,000	\$1,850,000	\$0
3. Family Resource Centers	\$2,659,000	\$2,659,000	\$0
4. Other Agency Costs (Items 1 thru 3)	\$19,450,000	\$19,450,000	\$0
II. FUND SOURCES:			
A. Reimbursements			
1. Race to the Top	\$341,000	\$341,000	\$0
B. Federal Funds			
1. Early Start/Part C Grant	\$19,109,000	\$19,109,000	\$0
C. Grand Total	\$19,450,000	\$19,450,000	\$0

Comparison of Governor's Budget to 2015 May Revision

Fiscal Year 2015-16

EARLY START/OTHER AGENCY COSTS

	A	B	C
	Governor's Budget	Updated 2015-16	2015-16 Request (B - A)
I. BUDGET ITEMS:			
Other Agency Costs			
1. California Department of Education	\$14,743,000	\$14,743,000	\$0
a. Local Education Agencies	14,245,000	14,245,000	\$0
b. Support	355,000	355,000	\$0
c. Race to the Top	143,000	143,000	\$0
2. System Requirements	\$1,850,000	\$1,850,000	\$0
3. Family Resource Centers	\$2,659,000	\$2,659,000	\$0
4. Other Agency Costs (Items 1 thru 3)	\$19,252,000	\$19,252,000	\$0
II. FUND SOURCES:			
A. Reimbursements			
1. Race to the Top	\$143,000	\$143,000	\$0
B. Federal Funds			
1. Early Start/Part C Grant	\$19,109,000	\$19,109,000	\$0
C. Grand Total	\$19,252,000	\$19,252,000	\$0

Table of Contents

SECTION B: EXECUTIVE HIGHLIGHTS	B-1 to B-21
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Executive Highlights**I. FISCAL YEAR 2014-15 COSTS AND FUND SOURCES****A. Overview**

Funding for the regional centers in the current year is estimated to increase by \$43.4 (\$41.7 Million General Fund [GF]), compared to the Governor's Budget.

Fiscal Year 2014-15 Costs and Fund Sources <i>(in thousands)</i>			
	Governor's Budget	Updated 2014-15	Request
Total Costs	\$4,848,508	\$4,891,976	\$43,468
Operations	588,480	590,120	1,640
Purchase of Services	4,238,575	4,280,403	41,828
Early Start - Other Agency Costs	19,450	19,450	0
Prevention Program	2,003	2,003	0
Fund Sources	\$4,848,508	\$4,891,976	\$43,468
General Fund (GF)	2,761,464	2,803,150	41,686
<i>GF Match</i>	(1,776,889)	(1,779,635)	(2,746)
<i>GF Other</i>	(984,575)	(1,023,515)	(38,940)
Reimbursements	2,014,911	2,017,996	3,085
Program Development Fund	4,071	2,733	-1,338
Developmental Disabilities Services Account	150	150	0
Mental Health Services Fund	740	740	0
Federal Funds	67,172	67,207	35

The increase in costs and fund sources are composed of the following:

1. Caseload : \$73.9 Million increase (\$52.4 Million GF increase) as follows:
 - Operations (OPS): \$1.6 Million increase (-\$4.6 Million GF decrease) to reflect updated caseload and expenditure data; and
 - Purchase of Services (POS): \$72.3 Million increase (\$57.0 Million GF increase) to reflect updated caseload and POS expenditure growth, and Home and Community Based Services (HCBS) Waiver enrollment data. (See page B-5 and B-6 for more detailed explanation of increase.);

2. POS: -\$31.2 Million decrease (-\$16.5 Million GF decrease) to reflect costs associated with state-mandated hourly minimum wage increase from \$8 to \$9 that went into effect July 1, 2014. Initial estimate of costs was \$106.5 Million (\$59.7 Million GF). Based upon service providers and regional center report of estimated annual impact the revised estimate of costs is \$75.3 Million (\$43.2 Million GF);
3. POS: \$21.4 Million increase (\$15.7 Million GF increase) to reflect the continuing costs for consumers who under the Community Placement Plan (CPP) transitioned from a developmental center into the community in 2013-14 and whose costs will now be funded in 2014-15 with POS. It is assumed that these consumers will receive 12 months of services funded by POS in the year after placement;
4. POS: -\$1.3 Million decrease in revenue from the Program Development Fund (PDF) offset by a \$1.3 Million increase in GF to reflect assessments and updated population and payment information; and
5. POS: -\$20.7 Million decrease (-\$11.2 Million GF decrease) to reflect the US District Court's actions regarding the US Department of Labor's home care regulations that would have required overtime pay for previously exempted home care workers.

B. Population

As of January 31, 2015, the 2014-15 community population is estimated to increase by 860 consumers over the Governor's Budget population estimate of 278,593 to 279,453 consumers. There is no change from the Governor's Budget for the estimated population related to the restoration of Early Start eligibility criteria on January 1, 2015.

	Fiscal Year 2014-15		
	Governor's Budget	Updated 2014-15	Difference
<u>CASELOAD</u>			
Active (Age 3 & Older)	243,649	244,509	860
Total Early Start (Birth through 36 Months)	34,944	34,944	0
a. <i>Early Start</i>	32,444	32,444	0
b. <i>Early Start Restoration of Eligibility Criteria, January 1, 2015</i>	2,500	2,500	0
Total Community Caseload	278,593	279,453	860

C. Total Regional Center Costs: \$43.4 Million increase (\$41.7 Million GF increase)

1. Updated Costs for Regional Center OPS:

\$1.6 Million increase (-\$4.6 Million GF decrease) to reflect updated caseload as follows:

	Fiscal Year 2014-15		
	Governor's Budget	Updated 2014-15	Request
	(in thousands)		
<u>Operations Total</u>			
Core Staffing	\$508,433	\$510,155	\$1,722
Federal Compliance	48,874	48,874	0
Agnews Ongoing Workload (AOW)	2,946	2,946	0
Lanterman Developmental Center (LDC) Closure	2,672	2,672	0
Projects	23,877	23,765	-112
Intermediate Care Facility-Developmentally Disabled (ICF-DD) Administration Fee	1,678	1,708	30
Total Operations	\$588,480	\$590,120	\$1,640

a) Core Staffing: \$1.7 Million increase (-\$3.4 Million GF decrease) to reflect updated caseload, expenditure data and increased reimbursements for HCBS Waiver Administration and Targeted Case Management; and

b) Projects: Decrease of -\$0.1 Million decrease (\$0.2 Million GF increase) as follows:

1. Quality Assessment Contract with State Council on Developmental Disabilities (SCDD): \$0.2 Million increase (\$0.2 Million GF increase) to reflect additional costs associated with data collection for the National Core Indicators survey and increase in the SCDD's staff costs to conduct the survey;
2. Direct Support Professional Training Contract with the California Department of Education (CDE): \$0.1 Million increase (\$0.0 GF) to reflect an increase in CDE's staff and travel costs;
3. Office of Administrative Hearings (OAH) Contract: -\$0.1 Million decrease (-\$0.1 Million GF decrease) to reflect updated costs related to administrative hearings conducted by OAH;
4. Foster Grandparent/Senior Companion Program: \$0.1 Million increase (\$0.1 Million GF increase) to reflect the transfer of

- funding from the Developmental Centers program to the Community Services Program; and
5. Homeland Security Grant (HSG) Program: -\$0.4 Million decrease (No GF) to reflect a reduction in funding. The HSG provides funding for equipment, training and exercise needs to prevent, protect against, respond to, and recover from acts of terrorism and other catastrophic events. At this time no proposals for equipment, training and or exercise needs have been approved by the Office of Emergency Services (OES).
- c) Agnews Ongoing Workload: -\$0.1 Million GF decrease offset by a \$0.1 Million FFP increase to reflect an increase in funding under HCBS Waiver Administration; and
- d) Lanterman Developmental Center (LDC) Closure: -\$1.3 Million GF decrease offset by a \$1.3 Million FFP increase to reflect an increase in funding under HCBS Waiver, Medicaid Administration, and Money Follows the Person.
2. Updated Costs for Regional Center POS: \$41.8 Million increase (\$46.3 Million GF increase) to reflect updated caseload and POS expenditure growth, an update of the fiscal impact of the minimum wage increase from \$8 to \$9 that went into effect July 1, 2014, continuation costs for residents transitioning from a DC into the community, a decrease in revenue from the PDF that is offset with an increase in GF, and an update of overtime related to the US Department of Labor's home care regulations as follows:
- a) Caseload and POS Expenditure Growth: \$72.3 Million increase (\$57.0 Million GF increase). For the May Revision, current year 20014-15 expenditures by POS category were re-estimated using actual expenditures through November 2014-15. For the Governor's Budget actuals through June 2014 were used to estimate 2014-15 expenditures. The expenditure trends for the first five months of 2014-15 compared to the same time period for 2013-14 indicate a 4.5 percent increase in POS expenditures. This growth in POS expenditures is reflected in the estimate of caseload growth as follows:

Fiscal Year 2014-15 Purchase of Services Caseload and POS Expenditure Growth <i>(in thousands)</i>				
	Governor's Budget	Updated 2014-15	Change over Governor's Budget	Percent Change
Community Care Facilities	\$985,531	\$1,009,124	\$23,593	2.40%
Medical Facilities	20,682	20,682	0	0.00%
Day Programs	910,545	910,545	0	0.00%
Habilitation	148,939	150,680	1,741	1.20%
Transportation	264,055	268,131	4,076	1.50%
Support Services	927,289	944,077	16,788	1.80%
In-Home Respite	238,980	242,844	3,864	1.60%
Out of Home Respite	39,394	39,394	0	0.00%
Health Care	95,486	107,856	12,370	13.00%
Miscellaneous	461,751	471,470	9,719	2.10%
Quality Assurance Fees (QAF)	9,061	9,219	158	1.70%
TOTAL	\$4,101,713	\$4,174,022	\$72,309	1.80%

- Community Care Facilities (CCFs): \$23.6 Million increase (\$15.7 Million GF increase) reflects caseload and POS expenditure growth in specialized residential facility – habilitation, and shift from Level 2 and 3 Alternative Residential Model (ARM) facilities to Level 4 ARM facilities.
- Habilitation: \$1.7 Million increase (\$2.0 Million GF increase) reflects a decrease in POS for Work Activity Programs and increased POS for Supported Employment Program (SEP) Group and Individual.
- Transportation: \$4.0 Million increase (\$2.7 Million GF increase) reflects caseload and POS expenditure growth for transportation company services.
- Support Services: \$16.8 Million increase (\$11.1 Million GF increase) reflects caseload and POS expenditure growth in supported living services, community integration training; and personal assistance.
- In Home Respite: \$3.9 Million increase (\$3.2 Million GF increase) reflects caseload and POS expenditure growth and shift from family respite to agency respite.
- Health Care: \$12.4 Million increase (\$12.7 Million GF increase) reflects costs associated with Mental Health Rehabilitation Center's that are ineligible for Federal Financial Participation (FFP).

- Miscellaneous: \$9.7 Million increase (\$9.6 Million GF increase) reflects increased POS expenditures in early start specialized therapeutic services and public school early intervention program that are ineligible for FFP, and behavior analyst services. The \$9.6 Million GF increase is the net result of a \$11.0 Million GF increase that offsets a -\$1.3 Million decrease in revenues from the PDF (discussed below in item 2.(d); and
 - QAF: \$0.2 Million increase reflects updated caseload for residents of ICF's receiving adult day treatment and transportation services.
- b) \$21.4 Million increase (\$15.7 Million GF increase) to reflect the continuing costs for consumers who under the CPP transitioned from a DC into the community in 2013-14 and whose costs will now be funded in 2014-15 with POS.
- c) -\$31.2 Million decrease (-\$16.5 Million GF decrease) to reflect costs associated with state-mandated hourly minimum wage increase from \$8 to \$9 that went into effect July 1, 2014. Initial estimate of costs was \$106.5 Million (\$59.7 Million GF). Based upon service providers and regional center report of estimated annual fiscal impact the revised estimate of costs is \$75.3 Million (\$43.2 Million GF);
- d) -\$1.3 Million decrease in revenue from the PDF offset by a \$1.3 Million increase in GF to reflect assessments and updated population and payment information; and
- e) -\$20.7 Million decrease (-\$11.2 Million GF decrease) to reflect the US District Court's actions regarding the US Department of Labor's home care regulations that would have required overtime pay for previously exempted home care workers.

D. Fund Sources

1. General Fund: \$41.7 Million increase: This increase reflects the following:
 - a) Caseload: \$52.4 Million increase as follows:
 - OPS: -\$4.6 Million decrease to reflect updated caseload, expenditure data and increased reimbursement for HCBS Waiver Administration and Targeted Case Management; and
 - POS: \$57.0 Million increase to reflect updated caseload and POS expenditure growth, and HCBS Waiver enrollment data.
 - b) POS: -\$16.5 Million decrease to reflect costs associated with state-mandated hourly minimum wage increase from \$8 to \$9 that went into effect July 1, 2014. Initial estimate of costs was \$106.5 Million

(\$59.7 Million GF). Based upon service providers and regional center report of estimated annual impact the revised estimate of costs is \$75.3 Million (\$43.2 Million GF);

- c) POS: \$15.7 Million increase to reflect the continuing costs for consumers who under the CPP transitioned from a DC into the community in 2013-14 and whose costs will now be funded in 2014-15 with POS;
- d) \$1.3 Million increase to reflect a decrease in revenue from the PDF based on assessments and updated population and payment information; and
- e) -\$11.2 Million decrease to reflect the US District Court's actions regarding the US Department of Labor's home care regulations that would have required overtime pay for previously exempted home care workers.

2. Reimbursements: \$3.1 Million increase: This increase reflects the following changes:

Fiscal Year 2014-15 Reimbursements <i>(in thousands)</i>			
	Governor's Budget	Updated 2014-15	Request
Home and Community-Based Services (HCBS) Waiver	\$1,336,651	\$1,338,205	\$1,554
HCBS Waiver Administration	8,781	9,456	675
Medicaid Administration	10,420	11,192	772
Targeted Case Management (TCM)	153,335	157,875	4,540
TCM Administration	4,321	4,932	611
Title XX Block Grant	214,555	214,555	0
(1) Social Services	(137,088)	(137,088)	0
(2) Temporary Assistance for Needy Families	(77,467)	(77,467)	0
ICF-DD	55,947	56,922	975
QAF	9,900	10,073	173
1915(i) State Plan Amendment (SPA)	186,694	180,880	-5,814
Money Follows the Person	8,267	8,277	10
Homeland Security Grant	411	0	-411
Race to the Top	341	341	0
Early Periodic Screening Diagnostic and Treatment (EPSDT)	25,288	25,288	0
TOTAL	\$2,014,911	\$2,017,996	\$3,085

The major changes to reimbursements are as follows:

- a) HCBS Waiver (POS): \$1.6 Million increase to reflect the following:

- \$11.4 Million increase to reflect additional FFP from updated enrollments and services costs for consumers under the HCBS Waiver;
 - -\$8.1 Million decrease to reflect costs associated with state-mandated hourly minimum wage increase from \$8 to \$9 that went into effective July 1, 2014;
 - \$5.7 Million increase to reflect the continuing costs for consumers who under the CPP transitioned from a developmental center into the community in 2013-14 and whose costs will now be funded in 2014-15 with POS. It is assumed that these consumers will receive 12 months of services funded by POS in the year after placement; and
 - -\$7.4 Million decrease to reflect the US District Court's actions regarding the US Department of Labor's home care regulations that would have required overtime pay for previously exempted home care workers.
- b) HCBS Waiver Administration (OPS): \$0.7 Million increase to reflect an increase in funding for LDC Closure Ongoing Workload;
- c) Medicaid Administration (OPS): \$0.8 Million increase to reflect an increase in funding for LDC Closure Ongoing Workload;
- d) TCM (OPS): \$4.5 Million increase to reflect updated data on billable units;
- e) TCM Administration (OPS): \$0.6 Million increase to reflect the most current expenditure data;
- f) ICF-DD State Plan Amendment (SPA) (POS): \$0.9 Million increase reflects updated regional center POS expenditures for adult day treatment and transportation services;
- g) QAF (POS): \$0.2 Million increase to reflect updated regional center POS expenditures for adult day treatment and transportation services; and
- h) 1915(i) SPA (POS): -\$5.8 Million decrease to reflect the following:
- \$2.8 Million increase reflects updated regional center POS expenditures for consumers under the 1915(i) SPA;
 - -\$6.6 Million decrease to reflect costs associated with state-mandated hourly minimum wage increase from \$8 to \$9 that went into, effect July 1, 2014; and
 - -\$2.0 Million decrease to reflect the US District Court's actions regarding the US Department of Labor's home care regulations that would have required overtime pay for previously exempted home care workers.
- i) HSG (OPS): -\$0.4 Million decrease to reflect a reduction in funding. The HSG provides funding for equipment, training and

exercise needs to prevent, protect against, respond to, and recover from acts of terrorism and other catastrophic events. At this time no proposals for equipment, training and or exercise needs have been approved by OES.

3. PDF (POS): -\$1.3 Million decrease to reflect assessments and updated population and payment information.

II. FISCAL YEAR 2015-16 COSTS AND FUND SOURCES**A. Overview**

Funding for the regional centers in the budget year is estimated to increase by \$247.7 Million (\$211.9 Million GF increase), compared to the Governor's Budget.

Fiscal Year 2015-16 Costs and Fund Sources <i>(in thousands)</i>			
	Governor's Budget	Updated 2015-16	Request
Total Costs	\$5,141,657	\$5,389,415	\$247,758
Operations	614,504	617,213	2,709
Purchase of Services	4,505,898	4,750,947	245,049
Early Start - Other Agency Costs	19,252	19,252	0
Prevention Program	2,003	2,003	0
Fund Sources	\$5,141,657	\$5,389,415	\$247,758
General Fund (GF)	2,991,911	3,203,828	211,917
<i>GF Match</i>	(1,856,431)	(1,894,324)	(37,893)
<i>GF Other</i>	(1,135,480)	(1,309,504)	(174,024)
Reimbursements	2,092,900	2,130,610	37,710
Program Development Fund	4,103	2,733	-1,370
Developmental Disabilities Services Account	150	150	0
Mental Health Services Fund	740	740	0
Federal Funds	51,853	51,354	-499

The increase in costs and fund sources are composed of the following:

1. Caseload: \$120.8 Million increase (\$82.9 Million GF increase) as follows:
 - a) OPS: \$2.5 Million increase (-\$9.3 Million GF decrease) to reflect updated caseload and expenditure data; and
 - b) POS: \$118.3 Million increase (\$92.2 Million GF increase) to reflect updated caseload and expenditure data.
2. AB 10, Minimum Wage Update: -\$31.0 Million decrease (-\$16.4 Million GF decrease as follows:
 - a) OPS: \$0.2 Million increase (\$0.2 Million GF) to reflect a correction of the costs associated with the state-mandated hourly

- minimum wage increase from \$9 to \$10, effective January 1, 2016. For the Governor's Budget the estimated fiscal impact did not include Revenue Clerk positions that are budgeted at the minimum wage; and
- b) POS: -\$31.2 Million decrease (-\$16.5 Million GF decrease) to reflect costs associated with the state-mandated hourly minimum wage increase from \$8 to \$9 that went into effect July 1, 2014. Initial estimate of costs was \$106.5 Million (\$59.7 Million GF). Based upon service providers and regional center report of estimated annual impact the revised estimate of costs is \$75.3 Million (\$43.2 Million GF).
3. POS: \$37.9 Million increase (\$29.9 Million GF increase) to reflect the continuing costs for consumers who under the CPP will transition from a DC into the community in 2014-15 and whose costs will now be funded in 2015-16 with POS. It is assumed that these consumers will receive 12 months.
4. POS: \$2.0 Million increase (-\$0.9 Million GF decrease) to reflect a correction in funding for Federal Labor Regulations. In error the Governor's Budget did not reflect \$1.9 Million in FFP from 1915(i) for the full-year costs to implement the Federal Labor Regulations, and updated costs associated with implementation of the Regulations.
5. POS: \$1.7 Million increase (-\$0.9 Million GF decrease) to reflect an update of the estimated fiscal impact of implementing Assembly Bill 1522, Chapter 317, Statutes of 2014 which enacts the Health Workplace, Healthy Families Act of 2014 based upon current expenditure data and to correct the GF and FFP fund split.
6. POS: \$9.8 Million GF increase to correct an error in the Governor's Budget estimate of the full-year cost to provide expanded eligibility for Early Start services. The Governor's Budget includes funding of \$5.6 million to implement changes to the Early Start Program, effective January 1, 2015. For 2015-16, the Governor's Budget includes the same amount of funding to provide 12 months of expanded eligibility for Early Start services. For the May Revision the estimate for 2015-16 is updated to \$15.3 Million GF, an increase of \$9.8 Million over the Governor's Budget.
7. POS: -\$3.0 Million decrease (-\$1.5 Million GF decrease) to reflect an update of the estimated fiscal impact of implementation of Behavioral Health Treatment (BHT) services by the Department of Health Care Services (DHCS) per Senate Bill (SB) 870, Chapter 40, Statutes of 2014, which directs the DHCS to implement BHT services as a Medi-Cal benefit for individuals under the age of 21 with an Autism Spectrum Disorder diagnosis if required by federal law. This estimate reflects updated caseload data.

8. POS: -\$1.4 Million decrease in revenue from the PDF offset by a \$1.4 Million increase in GF to reflect assessments and updated population and payment information.
9. POS: -\$0.5 Million decrease in the Early Start, Part C grant offset by a \$0.5 Million GF increase to reflect reduction in the State's share of the 0 – 2 population.
10. POS: \$61.5 Million GF increase to reflect a prior year (PY) GF shortfall as follows:
 - 2011-12 –\$15.5 Million GF; and
 - 2012-13 –\$46.0 Million GF
11. POS: \$48.0 Million increase (\$45.6 Million GF increase) for additional CPP placement and start-up costs for the closure of Sonoma Developmental Center (SDC) by the end of 2018.

	Fiscal Year 2015-16		
	Governor's Budget	Updated 2015-16	Request
<u>CASELOAD</u>			
Active (Age 3 & Older)	252,004	253,618	1,614
Early Start (Birth through 2 Years)	36,313	36,313	0
<i>a. Early Start</i>	32,759	32,759	0
<i>b. Early Start Restoration of Eligibility Criteria, January 1, 2015</i>	3,554	3,554	0
Total Community Caseload	288,317	289,931	1,614

C. Total Regional Center Costs: \$247.7 Million increase (\$211.9 Million GF

	Fiscal Year 2015-16		
	Governor's Budget	Updated 2015-16	Request
	(in thousands)		
<u>Caseload</u>			
Core Staffing	\$532,262	\$534,401	\$2,139
Federal Compliance	48,999	49,004	5
Agnews Ongoing Workload	2,946	2,946	0
Lanterman Developmental Center (LDC) Closure	2,576	2,576	0
Projects	24,171	24,525	354
ICF-DD Administration Fee	1,678	1,708	30
Total Caseload	\$612,632	\$615,160	\$2,528
<u>New and/or Revised Major Assumptions</u>			
AB 10 Minimum Wage Increase, Effective 01/01/2016	1,872	2,053	181
Total, New and/or Revised Major Assumptions	\$1,872	\$2,053	\$181
Total Operations	\$614,504	\$617,213	\$2,709

The major changes in costs for OPS include:

- a) Caseload: \$2.5 Million increase (-\$9.3 Million GF decrease) as follows:
- Core Staffing: Increase of \$2.1 Million increase (-\$9.0 Million GF decrease) to reflect updated caseload and expenditure data;
 - Agnews Ongoing Workload: -\$0.1 Million GF decrease offset by a \$0.1 Million increase in FFP to reflect an increase in funding under HCBS Waiver Administration;
 - LDC Closure: -\$1.0 Million GF decrease offset by a \$1.0 Million increase in FFP to reflect an increase in funding HCBS Waiver Administration and Medicaid Administration;
 - Projects: Increase of \$0.4 Million increase (\$0.6 Million GF increase) to reflect the following:

- Clients Rights Advocacy: \$0.6 Million increase (\$0.5 Million GF increase) as follows:
 - ✓ \$0.2 million increase (\$0.2 Million GF increase) in funding to support the expanded participation of the Office of Clients Rights Advocacy in the comprehensive assessment of developmental center residents. Funding for the expanded scope was included in the Governor's Budget for 2014-15 and in error was omitted in the 2015-16 estimate of expenditures; and
 - ✓ \$0.4 Million increase (\$0.3 Million GF increase) to reflect adjustment to contract based upon updated caseload.
 - Direct Support Professional Training Contract with the CDE: \$0.2 Million increase (\$0.1 Million GF increase) to reflect an increase in CDE's staff and travel costs; and
 - HSG Program: -\$0.4 Million decrease (No GF) to reflect the reduction in funding. The HSG provides funding for equipment, training and exercise needs to prevent, protect against, respond to, and recover from acts of terrorism and other catastrophic events. At this time no proposals for equipment, training and or exercise needs have been approved by the OES.
- b) AB 10: \$0.2 Million increase (\$0.2 Million GF increase) to reflect a correction of the costs associated with the state-mandated hourly minimum wage increase from \$9 to \$10, effective January 1, 2016. For the Governor's Budget the estimated fiscal impact did not include Revenue Clerk positions that are budgeted at the minimum wage.

2. POS to Reflect Budget Year Costs: \$245.0 Million increase (\$221.0 Million GF increase) to reflect the following:

- a) Caseload and POS Expenditure Growth: \$118.3 Million increase (\$92.2 Million GF increase) to reflect updated caseload POS expenditure growth:

Fiscal Year 2015-16 Purchase of Services Caseload (Utilization and Growth) <i>(in thousands)</i>				
	Governor's Budget	Updated 2015-16	Change over Enacted Budget	Percent Change
Community Care Facilities	\$1,023,480	\$1,062,503	\$39,023	3.80%
Medical Facilities	21,112	21,112	0	0.00%
Day Programs	949,869	949,869	0	0.00%
Habilitation	148,033	149,240	1,207	0.80%
Transportation	277,498	285,710	8,212	3.00%
Support Services	987,588	1,021,288	33,700	3.40%
In-Home Respite	255,679	263,499	7,820	3.10%
Out of Home Respite	40,206	40,206	0	0.00%
Health Care	102,282	117,734	15,452	15.10%
Miscellaneous	447,955	460,703	12,748	2.80%
QAF	9,061	9,219	158	1.70%
TOTAL	\$4,262,763	\$4,381,083	\$118,320	2.80%

This estimate assumes the same level of caseload expenditures for 2014-15, plus additional caseload growth in 2015-16 as follows:

Fiscal Year 2015-16 Purchase of Services Caseload (Utilization and Growth) <i>(in thousands)</i>	
	Updated 2015-16
2014-15 Estimated Caseload	\$72,309
Additional Caseload Growth in 2015-16	46,043
Miscellaneous Adjustments	-32
TOTAL	\$118,320

Additional adjustments to POS include:

- a) -\$31.2 Million decrease (-\$16.6 Million GF decrease) to reflect costs associated with the state-mandated hourly minimum wage increase from \$8 to \$9 that went into effect July 1, 2014. Initial estimate of costs was \$105.6 Million (\$59.7 Million GF). Based upon service providers and regional center report of estimated annual impact the revised estimate of costs is \$75.3 Million (\$43.2 Million GF).
- b) \$2.0 Million increase (-\$0.9 Million GF decrease) to reflect a correction in funding for Federal Labor Regulations. In error the Governor's Budget did not reflect \$1.9 Million in FFP from 1915(i) for the full-year costs to implement the Federal Labor Regulations, and updated costs associated with implementation of Regulations.
- c) \$37.9 Million increase (\$29.9 Million GF increase) to reflect the continuing costs for consumers who under the CPP will transition from a DC into the community in 2014-15 and whose costs will now be funded in 2015-16 with POS.
- d) \$1.7 Million increase (-\$0.9 Million GF decrease) to reflect an update of the estimated fiscal impact of implementing AB 1522, Chapter 317, Statutes of 2014 which enacts the Health Workplace, Healthy Families Act of 2014 based upon current expenditure data and to correct the GF and FFP fund split.
- e) \$9.8 Million GF increase to correct an error in the Governor's Budget estimate of the full-year cost to provide expanded eligibility for Early Start services. The Governor's Budget includes funding of \$5.6 million to implement changes to the Early Start Program, effective January 1, 2015. For 2015-16, the Governor's Budget includes the same amount of funding to provide 12 months of expanded eligibility for Early Start services. For the May Revision the estimate for 2015-16 is updated to \$15.3 Million GF, an increase of \$9.8 Million over the Governor's Budget.
- f) -\$3.0 Million decrease (\$-1.5 Million GF decrease) to reflect an update of the estimated fiscal impact of implementation of BHT services by the DHCS per SB 870, Chapter 40, Statutes of 2014, which directs the DHCS to implement BHT services as a Medi-Cal benefit for individuals under the age of 21 with an Autism Spectrum Disorder diagnosis if required by federal law. This estimate reflects updated caseload data.
- g) -\$1.4 Million decrease in revenue from the PDF offset by a \$1.4 Million increase in GF to reflect assessments and updated population and payment information.
- h) -\$0.5 Million decrease in the Early Start, Part C grant offset by a \$0.5 Million GF increase to reflect a reduction in the State's share of the 0 – 2 population.

- i) PY GF shortfall of \$61.5 Million as follows:
- 2011-12 –\$15.5 Million
 - 2012-13 –\$46.0 Million; and
- j) \$48.0 Million increase (\$45.6 Million GF increase) for additional CPP placement and start-up costs for the closure of SDC by the end of 2018.
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a) Caseload: \$82.9 Million increase

- OPS: -\$9.3 Million decrease to reflect updated caseload and expenditure data; and
- POS: \$92.2 Million increase to reflect updated caseload and POS expenditure growth, and HCBS Waiver enrollment data.

b) AB 10: -\$16.4 Million decrease as follows:

- OPS: \$0.2 Million increase to reflect a correction of the costs associated with the state-mandated hourly minimum wage increase from \$9 to \$10, effective January 1, 2016. For the Governor's Budget the estimated fiscal impact did not include Revenue Clerk positions that are budgeted at the minimum wage.
 - POS: -\$16.6 Million decrease to reflect costs associated with the state-mandated hourly minimum wage increase from \$8 to \$9 that went into effect July 1, 2014. Initial estimate of costs was \$105.6 Million (\$59.7 Million GF). Based upon service providers and regional center report of estimated annual impact the revised estimate of costs is \$75.3 Million (\$43.2 Million GF).
- c) POS: -\$0.9 decrease to reflect a correction in funding for Federal Labor Regulations. In error the Governor's Budget did not reflect \$1.9 Million in FFP from 1915(i) for the full-year costs to implement the Federal Labor Regulations, and updated costs associated with implementation of the Regulations.
- d) POS: \$29.9 Million to reflect the continuing costs for consumers who under the CPP will transition from a developmental center into the community in 2014-15 and whose costs will now be funded in 2015-16 with POS. It is assumed that these consumers will receive 12 months of services funded by POS in the year after placement.

- e) POS: -\$0.9 Million decrease to reflect an update of the estimated fiscal impact of implementing AB 1522, Chapter 317, Statutes of 2014 which enacts the Health Workplace, Healthy Families Act of 2014 based upon current expenditure data and to correct the GF and FFP fund split.
- f) POS: \$9.8 Million increase to correct an error in the Governor's Budget estimate of the full-year cost to provide expanded eligibility for Early Start services. The Governor's Budget includes funding of \$5.6 million to implement changes to the Early Start Program, effective January 1, 2015. For 2015-16, the Governor's Budget includes the same amount of funding to provide 12 months of expanded eligibility for Early Start services. For the May Revision the estimate for 2015-16 is updated to \$15.3 Million GF, an increase of \$9.8 Million over the Governor's Budget.
- g) POS: -\$1.5 Million decrease to reflect an update of the estimated fiscal impact of implementation of BHT services by the DHCS per SB 870, Chapter 40, Statutes of 2014, which directs the DHCS to implement BHT services as a Medi-Cal benefit for individuals under the age of 21 with an Autism Spectrum Disorder diagnosis if required by federal law. This estimate reflects updated caseload data.
- h) POS: \$1.4 Million increase to offset a -\$1.4 Million decrease in revenue from the PDF that is based on assessments and updated population and payment information.
- i) POS: \$0.5 Million increase to offset a -\$0.5 Million decrease in the Early Start, Part C grant that is based on a reduction in the State's share of the 0 – 2 population.
- j) POS: PY GF shortfall of \$61.5 Million as follows:
 - 2011-12 -\$15.5 Million
 - 2012-13 -\$46.0 Million; and
- k) POS: \$45.6 Million increase for additional CPP placement and start-up costs for closure of SDC by the end of 2018.

2. Reimbursements: \$37.7 Million increase to reflect the following:

Fiscal Year 2015-16 Reimbursements <i>(in thousands)</i>			
	Governor's Budget	Updated 2015-16	Request
HCBS Waiver	\$1,409,047	\$1,432,621	\$23,574
HCBS Waiver Administration	8,825	9,643	818
Medicaid Administration	10,420	11,192	772
TCM	153,578	162,687	9,109
TCM Administration	4,321	4,932	611
Title XX Block Grant	214,555	214,555	0
(1) Social Services	(137,088)	(137,088)	0
(2) Temporary Assistance for Needy Families	(77,467)	(77,467)	0
ICF-DD	55,947	56,922	975
QAF	9,900	10,073	173
1915(i) SPA	192,861	193,592	731
Money Follows the Person	6,618	7,976	1,358
Homeland Security Grant	411	0	-411
Race to the Top	143	143	0
EPSDT	26,274	26,274	0
TOTAL	\$2,092,900	\$2,130,610	\$37,710

The major changes to reimbursements are as follows:

a) HCBS Waiver (POS): \$23.6 Million increase to reflect the following:

- \$19.9 Million increase to reflect additional FFP from updated enrollments and services costs for consumers under the HCBS Waiver;
- -\$8.1 Million decrease to reflect costs associated with state-mandated hourly minimum wage increase from \$8 to \$9 that went into effect July 1, 2014;
- \$8.6 Million increase to reflect the continuing costs for consumers who under the CPP transitioned from a DC into the community in 2014-15 and whose costs will be funded 2015-16 with POS;
- \$1.5 Million increase to reflect the impact of AB 1522 which entitles an employee who works in California for 30 days or more in a calendar year to paid sick days;
- -\$1.3 Million decrease to reflect implementation of BHT services by DHCS per SB 870 which directs DHCS to implement BHT services as a Medi-Cal benefit for individuals under the age of

- 21 with an Autism Spectrum Disorder diagnosis if required by federal law;
 - \$0.7 Million increase to reflect the full-year costs to implement the Federal Labor Regulations; and
 - \$2.3 Million increase for additional CPP placement costs for the closure of SDC by the end of 2018.
- b) HCBS Waiver Administration (OPS): \$0.8 Million increase to reflect an increase in funding for LDC Ongoing Workload.
- c) Medicaid Administration (OPS): \$0.7 Million increase to reflect an increase in funding for LDC Ongoing Workload.
- d) TCM (OPS): \$9.1 Million increase to reflect updated data on billable units;
- e) TCM Administration (OPS): \$0.6 Million increase to reflect the most current expenditure data;
- f) ICF-DD SPA (POS): \$1.0 Million increase reflects updated regional center POS expenditures for adult day treatment and transportation services;
- g) QAF (POS): \$0.2 Million increase to reflect updated regional center POS expenditures for adult day treatment and transportation services;
- h) 1915(i) SPA (POS): \$0.7 Million increase to reflect the following:
- \$4.2 Million increase reflects updated regional center POS expenditures for consumers under the 1915(i) SPA;
 - -\$6.6 Million decrease to reflect costs associated with state-mandated hourly minimum wage increase from \$8 to \$9 that went into effect July 1, 2014;
 - \$2.2 Million increase to reflect fund shift from GF to FFP for Federal Labor Regulations. In error the Governor's Budget did not reflect \$1.9 Million in FFP under 1915(1) for the full year costs to implement the Federal Labor Regulations.
 - \$1.1 Million increase to reflect the impact AB 1522 which entitles an employee who works in California for 30 days or more in a calendar year to paid sick days;
 - -\$0.2 Million decrease to reflect implementation of BHT services by DHCS per SB 870 which directs DHCS to implement BHT services as a Medi-Cal benefit for individuals under the age of 21 with an Autism Spectrum Disorder diagnosis if required by federal law;
- i) Money Follows the Person: \$1.4 Million increase reflects an increase in the number developmental center residents who will transition into the community in 2015-16 for the transition of LDC residents into the community as follows:

- OPS: \$1.0 Million increase
 - POS: \$0.4 Million increase
- j) HSG (OPS): -\$0.4 Million decrease to reflect a reduction in funding. The HSG provides funding for equipment, training and exercise needs to prevent, protect against, respond to, and recover from acts of terrorism and other catastrophic events. At this time no proposals for equipment, training and or exercise needs have been approved by the OES;

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FUTURE FISCAL ISSUES, NEW AND REVISED MAJOR ASSUMPTIONS

Future Fiscal Issues

Competitive, Integrated Employment for People with Intellectual Disabilities

The Department of Rehabilitation, the Department of Education, and the Department of Developmental Services (DDS) entered into an agreement in collaboration with Disability Rights California that lays out a six-month timeline to improve employment opportunities for people with intellectual and developmental disabilities. The changes, which are consistent with the federal Workforce Innovation and Opportunities Act, will focus on moving toward models of competitive, integrated employment that pay a livable wage, expanding capacity and number of supported employment providers, and phasing out programs that pay sub-minimum wage that is currently allowed under federal and State laws, under certain circumstances for people with disabilities.

Senate Bill (SB) 468 (Chapter 683, Statutes of 2013), Statewide Self-Determination Program

Senate Bill (SB) 468 requires DDS to implement a statewide Self-Determination Program (SDP), subject to approval of federal funding. An application for federal funding was submitted to the Centers for Medicare and Medicaid Services (CMS) on December 31, 2014. The SDP will allow Regional Center consumers and their families more freedom, control, and responsibility in choosing services and supports to help meet objectives in their individual program plans. Participation is limited to 2,500 individuals in the first three years of the SDP, including approximately 140 participants in the current State-only funded self-determination pilot projects. An estimated \$5.5 Million in State General Fund (GF) is spent annually for services provided to the 140 pilot project participants. Therefore, it is assumed that implementation of the SDP will result in a GF savings of approximately \$2.75 Million (50 percent federal match of \$5.5 Million in expenditures.) To ensure the required cost neutrality of the SDP, SB 468 GF savings shall be used to offset administrative costs to DDS, including the required criminal background checks. Any remaining funds can be used to offset costs to the Regional Centers in implementing the SDP. Since implementation of the SDP is contingent upon federal approval, and the timing for obtaining this approval is uncertain, it is not possible at this time to estimate when implementation will begin.

The Budget Bill for 2015-16 includes the following provisional language to administer the SDP once federal approval has been received:

X. Upon order of the Department of Finance, the Controller shall transfer up to \$2,800,000 between this item and Item 4300-001-001 in order to effectively administer the SDP. Within 10 working days after approval of a transfer as authorized by this provision, the Department of Finance shall notify the Chairperson of the fiscal committees in each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee of the transfer, including the amount transferred,

how the amount transferred was determined, and how the amount transferred will be utilized.

Developmental Services Task Force

On July 24, 2014, the California Health and Human Services Secretary convened a task force to strengthen developmental services in the community. The task force includes consumers, consumer advocates, Regional Centers, community service providers, labor organizations, families of developmental center residents, members of the Legislature and staff from DDS. Subsequent meetings were convened to focus on service rates, the rate-setting structure and sustainability, and how Regional Center operations are funded. The task force will develop recommendations in the context of a growing and aging population, resource constraints, and availability of community resources to meet the specialized needs of clients.

CMS Final Regulations for Home and Community-Based Services

In early 2014, CMS published final regulations affecting 1915(c) Waiver programs, 1915(i) State Plan programs, and 1915(k) Community First Choice State Plans for Home and Community Based Services (HCBS) provided through Medicaid (Medi-Cal in California). The purpose of the regulations is to ensure individuals receive HCBS in settings that are integrated and support full access to the greater community, including opportunities to seek employment and work in competitive and integrated settings, engage in community life, control personal resources, and receive services in the community to the same degree as individuals who do not receive HCBS. The regulations also aim to ensure individuals have a free choice of where they live and who provides services to them, and that individual rights and freedoms are not restricted, among other provisions. CMS has moved away from defining HCBS settings based on specific locations, geography, or physical characteristics, to defining them by the nature and quality of the individual's experiences.

In California, there are currently eight 1915(c) Waiver programs and two 1915(i) State Plan programs impacted by the regulations, as overseen by the Department of Health Care Services (DHCS) as the single State agency for Medicaid/Medi-Cal. DDS administers one 1915(c) Waiver (the HCBS Waiver for Persons with Developmental Disabilities) and the two 1915(i) State Plan programs. These programs provide HCBS to approximately 130,000 consumers. Because the DDS programs only use HCBS eligibility for identification and billing purposes, providers are not separately identified for participation in these programs. Therefore, all providers that could potentially be utilized for HCBS must meet the new requirements, which could impact residential and nonresidential services across the State.

On December 19, 2014, DHCS submitted the Statewide Transition Plan (STP) for CMS approval that describes at a high level California's overall commitment to, and plan for achieving compliance by or before March 17, 2019. On March 18, 2015, CMS notified DHCS that the STP was incomplete. An amended version must be submitted to CMS detailing timelines for assessments, findings, and remediation for making home and community-based settings compliant with the federal regulations. While guidance is still being provided by CMS on the application of the regulations at this point there are many

unknowns about how the regulations will affect consumers, providers, Regional Centers, and State operations.

DDS is in the initial stages of a multi-year process for implementing the regulations. Under the framework of the STP, DDS has begun a comprehensive stakeholder process to guide and develop the activities and specificity needed for achieving compliance, and will prepare its own, more detailed transition plan. Because the regulations may require modifications for some services and providers in order to maintain eligibility for federal funding, fiscal impacts are expected but cannot be determined at this time. In future budget cycles, DDS will provide essential information about the specific measures that will be necessary to achieve compliance, as they become known.

NEW MAJOR ASSUMPTIONS

Homes with Delayed Egress and Secured Perimeters in the Community

Current law permits state licensing for specified secure and behavioral homes contingent upon eligibility for federal funding. In April 2014, DDS received a letter from CMS clarifying that licensed adult residential facilities and group homes with delayed egress and secured perimeters are ineligible for federal financial participation. Therefore, DDS proposes a statutory amendment to eliminate the eligibility requirement for federal Medicaid funding. Without a statutory change, these alternative community placements would not be available to consumers with challenging behavioral needs.

Enhanced Behavioral Support Homes

SB 856 (Chapter 30, Statutes of 2014) added Welfare and Institutions Code Section 4684.81 authorizing a pilot project to establish enhanced behavioral supports homes as a new model of residential care for regional center consumers with challenging behavioral needs. The current statute states that no more than six enhanced behavioral supports homes may be approved each fiscal year. In order to ensure the availability of appropriate resources for individuals moving from or at risk of requiring services in a developmental center, DDS proposes a statutory amendment to remove the limitation on the number of enhanced behavioral homes that can be approved each fiscal year.

Prior Year General Fund Shortfall

The Department has a shortfall of approximately \$62 Million in fiscal years 2011-12 and 2012-13, resulting in a need for additional GF to re-pay outstanding GF loans in those years. After reconciling information on federal fund reimbursement assumptions, DDS has identified a shortfall of \$15.6 million in fiscal year 2011-12 and approximately \$46 million in 2012-13. The shortfall is the result of an overestimate of reimbursements not adjusted for cost-containment proposals enacted during those fiscal years and lower than anticipated savings from the private insurance coverage of behavioral health therapy required by Chapter 650, Statutes of 2011 (SB 946). Additionally, provisional language is requested to specify that these funds are to be used only for prior year shortfalls.

REVISED MAJOR ASSUMPTIONS

Continuation Costs Residents Transitioning from a Developmental Center (DC) into the Community

Services for residents who transition from a DC into the community are funded under Community Placement Plan (CPP) funds during the first year of transition. CPP funds placement costs related to out-of-home residential services, day and habilitation services, transportation and other services. The placement of residents transitioning from a DC into a community occurs throughout the fiscal year, and, as a result during the first year of transition CPP will fund anywhere from 12 to one month of services. During the second year of transition from a DC the costs for these former DC residents will be funded under Purchase of Services (POS). It is assumed that that these consumers will receive 12 months of services funded by POS in the year after placement. DDS transitions an average of 200 DC residents into the community every year. These continuation costs are not reflected in the POS trends until the following year. The continuation costs for residents who transitioned into the community in 2012-13 and 2013-14 are significantly higher than in prior years. For residents who transitioned into the community in 2012-13 their continuation costs are reflected in the POS expenditure trends for 2013-14. For residents who transitioned into the community in 2013-14 their continuation costs will be reflected in the POS expenditure trends for 2014-15. The continuation costs most significantly impact POS expenditures for community care facilities (CCF), day programs, support services and miscellaneous services. With future placements of DC residents into the community that include individuals with challenging service needs it is expected that continuation costs will need to be adjusted on an annual basis. The Governor's Budget includes \$4.2 Million (\$3.6 Million GF) for 2014-15 and 2015-16 as part of the CCF estimate. For 2014-15 estimated continuation costs will be adjusted by \$21.4 Million (\$15.7 Million GF). For 2015-16 the estimated continuation costs will be adjusted by \$37.9 Million (\$29.9 Million GF).

Assembly Bill (AB) 10, Chapter 351, Statutes of 2013, Minimum Wage (POS)

AB 10 increased the minimum wage from \$8 to \$9 effective July 1, 2014. Initial estimate of costs was \$106.5 Million (\$59.7 Million GF). Based upon service providers and Regional Center reports of estimated annual impact the revised estimate of costs is \$75.3 Million (\$43.2 Million GF).

Early Start Full-Year Implementation Costs

The Governor's Budget includes funding for changes to the Early Start Program, effective January 1, 2015. Subsequently, DDS identified an error in the budget year estimate of costs to provide expanded eligibility for Early Start services. Estimated partial-year costs to implement the changes to the Early Start Program are \$5.6 Million GF in 2014-15. For 2015-16 the Governor's Budget includes the same amount of funding to provide 12 months of expanded eligibility for Early Start services. For the May Revision the estimate for 2015-16 is updated to \$15.3 Million GF to reflect full-year costs to provide expanded eligibility for Early Start services.

AB 1522 Employment: Paid Sick Days

AB 1522 (Chapter 317, Statutes of 2014) Employment: Paid Sick Days enacts the Healthy Workplaces, Healthy Families Act of 2014. Pursuant to AB 1522, after July 1, 2015, an employee who works in California for 30 days or more in a calendar year, is entitled to paid sick days that will accrue at a rate of no less than one hour for every 30 hours worked, and may be used beginning on the 90th calendar day of employment. Employers may limit the use of an employee's sick leave to 24 hours or 3 days in each calendar year. The Governor's Budget estimate of the fiscal impact to service providers to comply with the requirements of AB 1522 was \$25.3 Million (\$16.2 Million GF). For the May Revision the updated estimate is \$27.0 Million (\$15.3 Million GF). This revised estimate reflects updated expenditure data. Please note that this estimate is subject to change as DDS is working with service providers to refine this estimate.

Impact from Other Departments: Department of Health Care Services (DHCS) Behavioral Health Treatment (BHT) Services under Medi-Cal

SB 870 (Chapter 40, Statutes of 2014) added Welfare and Institutions Code, Section 14132.56 to direct DHCS to implement BHT services to the extent that it is required by the federal government to be covered by Medi-Cal for individuals under 21 years of age. This program ensures children with autism receive early treatment to reduce or eliminate the need for services as they age. Once implemented, the retroactive date of this new service will be July 1, 2014.

On September 30, 2014, DHCS submitted a State Plan Amendment (SPA) to CMS, seeking approval to add BHT services as a Medi-Cal benefit for individuals under the age of 21 with an Autism Spectrum Disorder diagnosis. The policy change directly impacts DDS. It is estimated that 7,800 individuals currently receiving BHT services through the Regional Centers may be eligible to receive these services under the proposed Medi-Cal benefit.

Consistent with DHCS' interim policy guidance issued on September 15, 2014, all individuals receiving BHT services through the Regional Centers on September 14, 2014 will continue to receive those services through the Regional Centers until such time that DHCS, and DDS develop a plan for transition. While the development of this plan for transition is under way, the timing to begin the transition has not yet been determined. DHCS is working with DDS and stakeholders on a plan to transition current Medi-Cal eligible regional center clients who are receiving services. These services will be covered by Medi-Cal upon federal approvals. The transition is expected to be finalized later in 2014-15, with the transition expected to occur in 2015-16.

In view of the ongoing work related to the BHT transition, DDS and DHCS requests Budget Act provisional language that allow funds to move from DDS to DHCS when this transition occurs. The fiscal impact for DDS is unknown at this time.

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Population

Fiscal Year 2014-15

<i>Estimated Population as of 1/31/15</i>				
	<i>GOVERNOR'S BUDGET</i>	<i>MAY REVISION</i>	<i>Change</i>	<i>Percent Change</i>
A. Active Status (Age 3 & Older)	243,649	244,509	860	0.35%
B. Total Early Start (Birth through 36 Months)	34,944	34,944	0	0.00%
a. Early Start	32,444	32,444	0	0.00%
b. Early Start Restoration of Eligibility Criteria, Effective January 1, 2015	2,500	2,500	0	0.00%
C. Total Community Population	278,593	279,453	860	0.31%
D. Developmental Center (DC) Average Population	1,131	1,132	1	0.09%
E. On Leave	-15	-15	0	0.00%
F. Total Average In-Center DC Population	1,116	1,117	1	0.09%
G. Total Regional Center (RC) Population (C + F)	279,709	280,570	861	0.31%

Population

Fiscal Year 2015-16

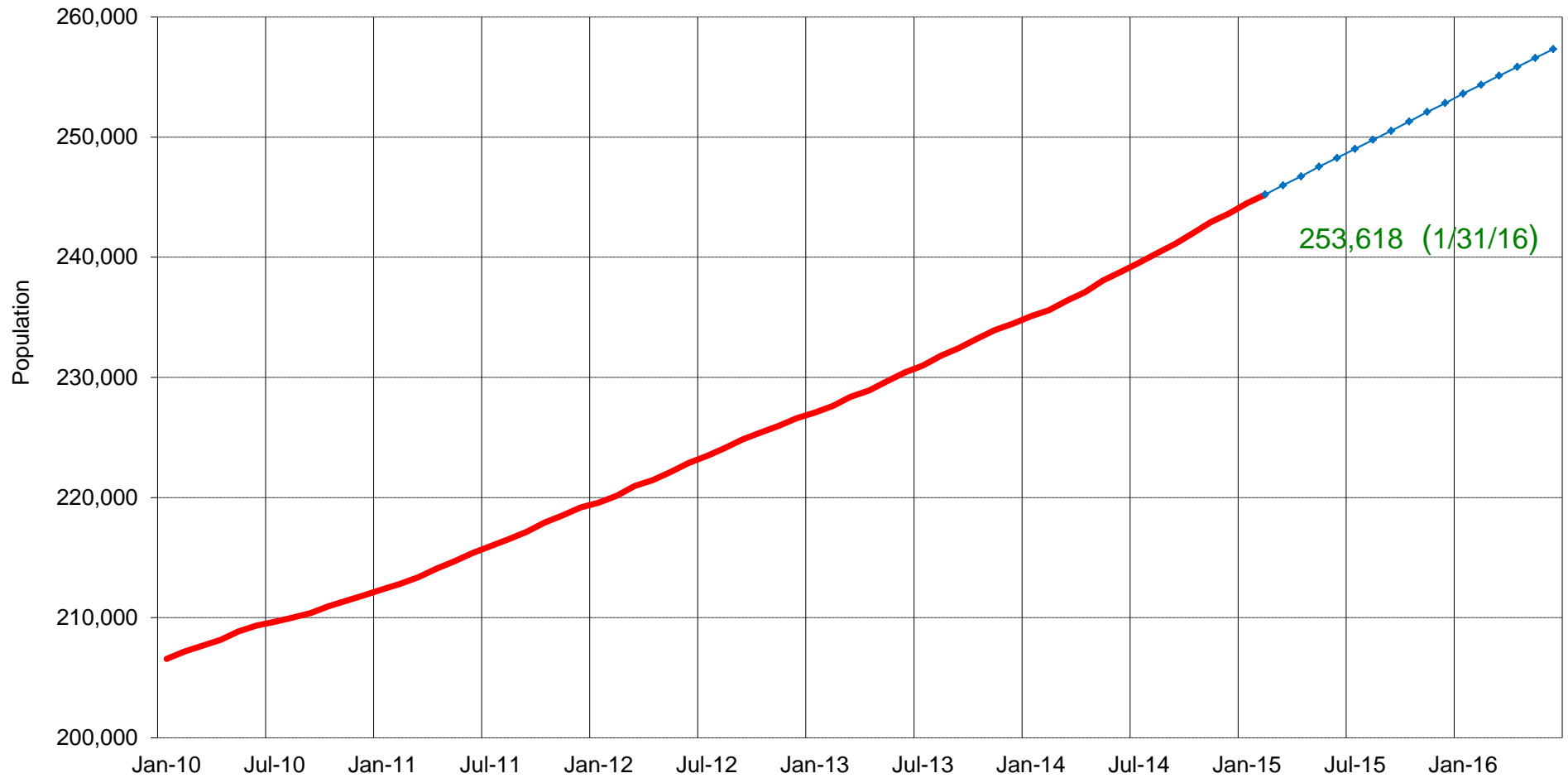
<i>Estimated Population as of 1/31/16</i>				
	<i>GOVERNOR'S BUDGET</i>	<i>MAY REVISION</i>	<i>Change</i>	<i>Percent Change</i>
A. Active Status (Age 3 & Older)	252,004	253,618	1,614	0.64%
B. Total Early Start (Birth through 36 Months)	36,313	36,313	0	0.00%
a. Early Start	32,759	32,759	0	0.00%
b. Early Start Restoration of Eligibility Criteria, Effective January 1, 2015	3,554	3,554	0	0.00%
C. Total Community Population	288,317	289,931	1,614	0.56%
D. Developmental Center (DC) Average Population	1,025	1,050	25	2.44%
E. On Leave	-15	-15	0	0.00%
F. Total Average In-Center DC Population	1,010	1,035	25	2.48%
G. Total Regional Center (RC) Population (C + F)	289,327	290,966	1,639	0.57%

Population

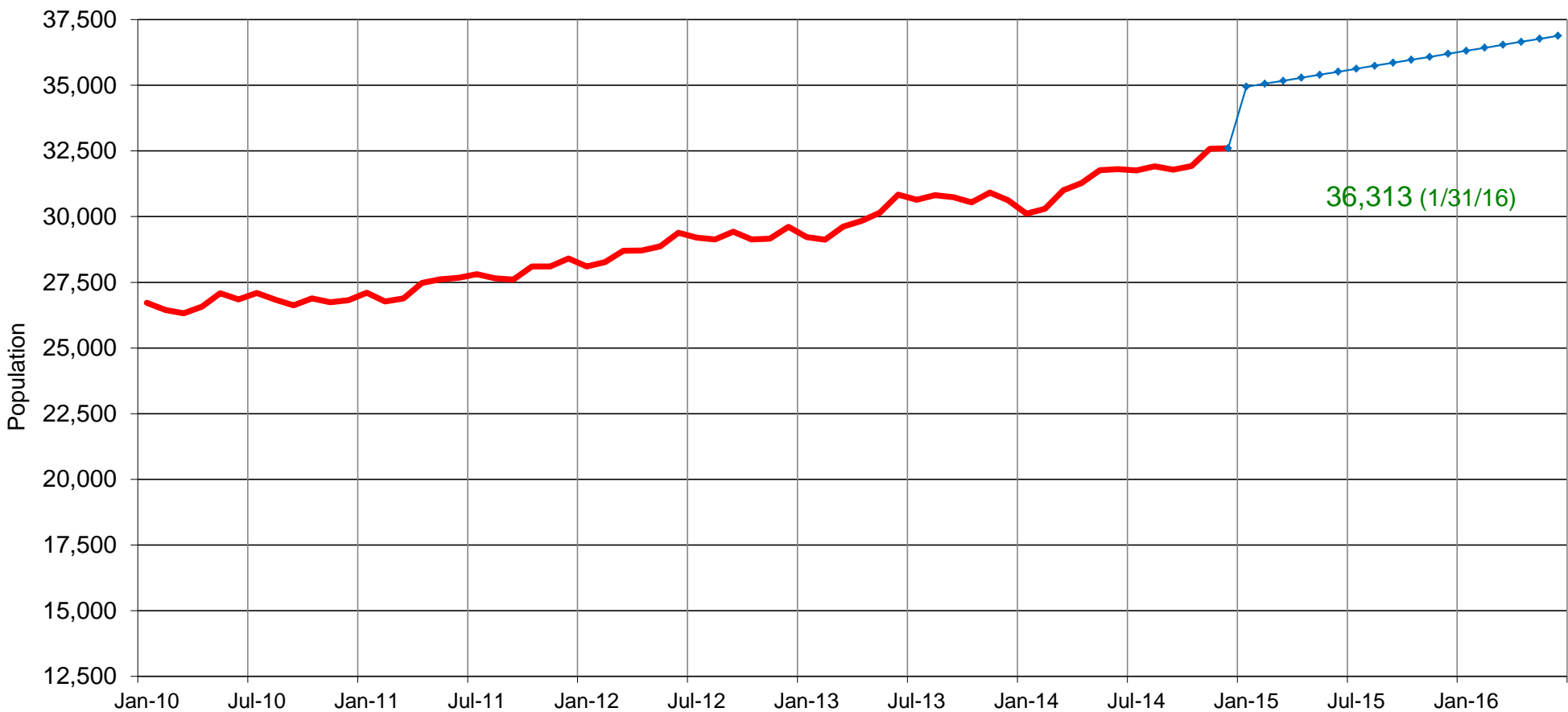
Fiscal Year 2014-15 vs. Fiscal Year 2015-16

	Fiscal Year 2014-15	Fiscal Year 2015-16		
	<i>Estimated Population as of 1/31/15</i>	<i>Estimated Population as of 1/31/16</i>	<i>Annual Change</i>	<i>Percent Annual Change</i>
A. Active Status (Age 3 & Older)	244,509	253,618	9,109	3.73%
B. Total Early Start (Birth through 36 Months)	34,944	36,313	1,369	3.92%
a. Early Start	32,444	32,759	315	0.97%
b. Early Start Restoration of Eligibility Criteria, Effective January 1, 2015	2,500	3,554	1,054	42.16%
C. Total Community Population	279,453	289,931	10,478	3.75%
D. Developmental Center (DC) Average Population	1,132	1,050	-82	-7.24%
E. On Leave	-15	-15	0	0%
F. Total Average In-Center DC Population	1,117	1,035	-82	-7.34%
G. Total Regional Center (RC) Caseload (C + F)	280,570	290,966	10,396	3.71%

Active Status Population
(Age 3 & Older)
Client Master File Trend Analysis

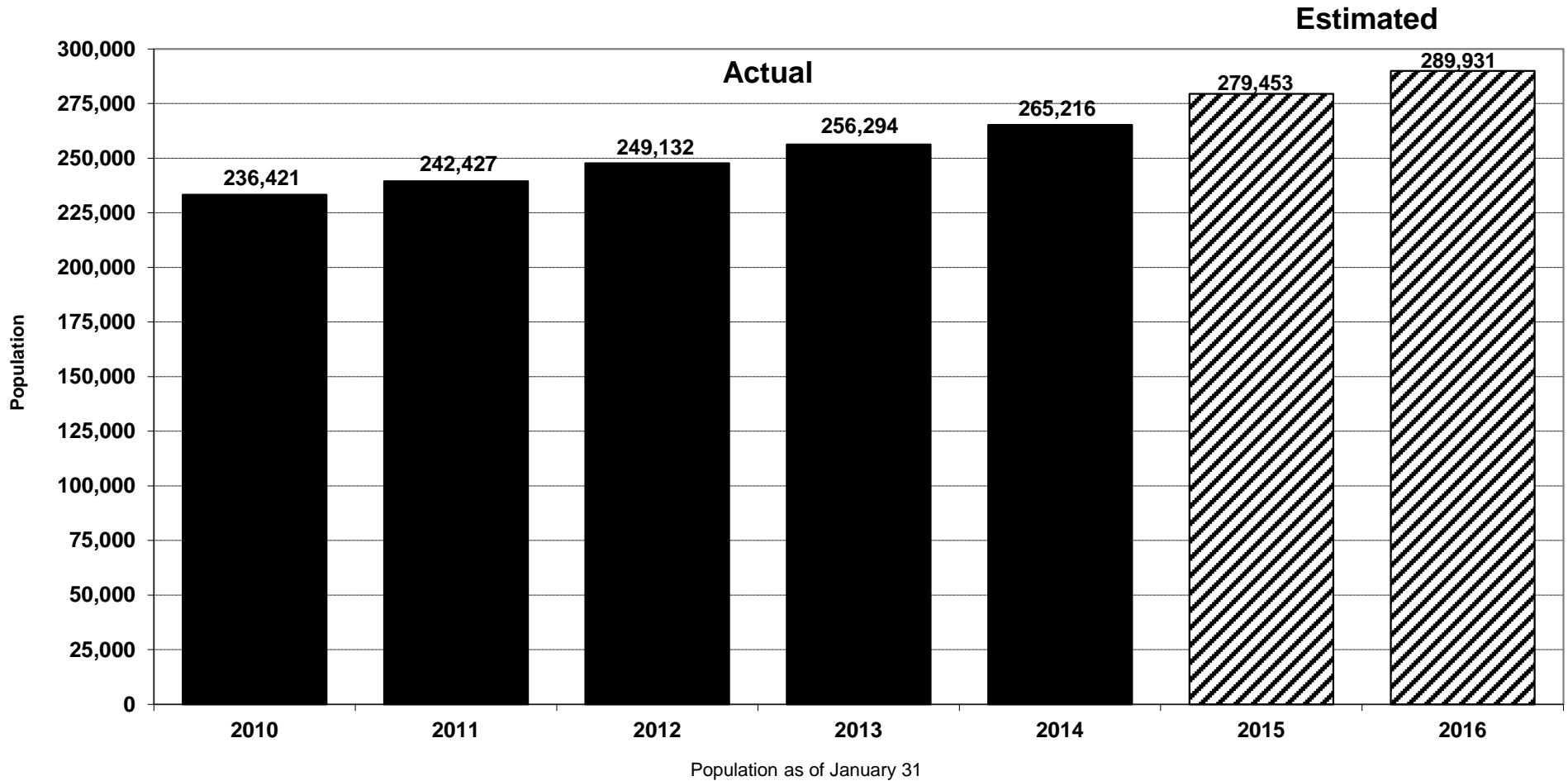


Early Start
(Birth through 36 Months)
Client Master File Trend Analysis



Community Population

(Active Status, Early Start, and Prevention)



*The Prevention Program ended on June 30, 2012

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Operations

POPULATION AND OPERATIONS SUMMARY
Comparison of Enacted Budget to Governor's Budget
Fiscal Year 2014-15

	Governor's Budget	May Revision	Request
<u>POPULATION</u>			
Active Status (Age 3 & Older)	243,649	244,509	860
Early Start (Birth through 36 Months)	34,944	34,944	0
Total Population	278,593	279,453	860
<u>OPERATIONS</u>			
I. STAFFING			
A. Core Staffing	\$531,213,000	\$532,935,000	\$1,722,000
B. Enhanced Caseload Ratio 1:45 for Two Years	344,000	344,000	0
C. Early Start Restoration of Eligibility Criteria Effective January 1,	2,306,000	2,306,000	0
D. Community Placement Plan	14,220,000	14,220,000	0
E. Staffing for Collection of FFP for Contracted Services	2,228,000	2,228,000	0
F. Less: Intake and Assessment (2003-04)	-4,465,000	-4,465,000	0
G. Less: Unallocated Reduction (2001-02)	-10,559,000	-10,559,000	0
H. Less: Cost Containment (2004-05)	-5,968,000	-5,968,000	0
I. Less: Savings Target (2009-10)	-12,000,000	-12,000,000	0
J. Less: Cost Containment (2011-12)	-3,486,000	-3,486,000	0
K. Less: Unallocated Reduction (2011-12)	-5,400,000	-5,400,000	0
L. Total Staffing	\$508,433,000	\$510,155,000	\$1,722,000
II.			
A. Agnews Ongoing Workload	2,946,000	2,946,000	0
B. Lanterman Development Center Closure	2,672,000	2,672,000	0
C. Total Developmental Centers Closure	\$5,618,000	\$5,618,000	\$0
III. FEDERAL COMPLIANCE			
A. HCBS Waiver	21,135,000	21,135,000	0
B. Compliance with HCBS Waiver Requirements	9,200,000	9,200,000	0
C. Case Managers to Meet HCBS Waiver Requirements	12,953,000	12,953,000	0
D. Targeted Case Management	4,129,000	4,129,000	0
E. Nursing Home Reform/Pre-Admission Screening and Resident Review	473,000	473,000	0
F. Federal Medicaid Requirement for RC HCBS Services	984,000	984,000	0
G. Total Federal Compliance	\$48,874,000	\$48,874,000	\$0
IV. PROJECTS			
A. Information Technology Costs:	\$3,667,000	\$3,167,000	-\$500,000
1. Regional Center Application Support	2,567,000	2,067,000	-500,000
2. Data Processing	1,100,000	1,100,000	0
B. Clients' Rights Advocacy Contract	5,992,000	5,992,000	0
C. Quality Assessment Contract	3,139,000	3,383,000	244,000
D. Direct Support Professional Training	2,620,000	2,672,000	52,000
E. Office of Administrative Hearings Contract	2,910,000	2,810,000	-100,000
F. Wellness Projects	100,000	100,000	0
G. Foster Grandparent / Senior Companion Programs	2,110,000	2,213,000	103,000
H. Special Incident Reporting/Risk Assessment Contract	873,000	873,000	0
I. Increased Access to Mental Health Services	740,000	740,000	0
J. Sherry S. Court Case / Los Angeles County Hops	211,000	211,000	0
K. Enhancing FFP, Phase II, Proposal C, Consultant	500,000	500,000	0
L. University Enterprises, Inc.	113,000	113,000	0
M. Affordable Housing	94,000	94,000	0
N. Review of SB 1175 Housing Proposals	150,000	150,000	0
O. Denti-Cal Infrastructure for RC Dental Services	247,000	747,000	500,000
P. Homeland Security Grant Program	411,000	0	-411,000
Q. Total Projects	\$23,877,000	\$23,765,000	-\$112,000
V. Intermediate Care Facility-Developmentally Disabled Administrative Fees	\$1,678,000	\$1,708,000	\$30,000
VI. GRAND TOTAL	\$588,480,000	\$590,120,000	\$1,640,000

Operations
POPULATION AND OPERATIONS SUMMARY
Comparison of Enacted Budget to Governor's Budget
Fiscal Year 2015-16

	Governor's Budget	May Revision	Request
POPULATION			
Active Status (Age 3 & Older)	252,004	253,618	1,614
Early Start (Birth through 36 Months)	36,313	36,313	0
Total Population	288,317	289,931	1,614
OPERATIONS			
I. STAFFING			
A. Core Staffing	\$556,303,000	\$558,442,000	\$2,139,000
B. Enhanced Caseload Ratio 1:45 for Two Years	\$344,000	\$344,000	\$0
C. Early Start Restoration of Eligibility Criteria Effective	\$0	\$0	\$0
D. Community Placement Plan	15,265,000	15,265,000	\$0
E. Staffing for Collection of FFP for Contracted Services	2,228,000	2,228,000	\$0
F. Less: Intake and Assessment (2003-04)	-4,465,000	-4,465,000	\$0
G. Less: Unallocated Reduction (2001-02)	-10,559,000	-10,559,000	\$0
H. Less: Cost Containment (2004-05)	-5,968,000	-5,968,000	\$0
I. Less: Savings Target (2009-10)	-12,000,000	-12,000,000	\$0
J. Less: Cost Containment (2011-12)	-3,486,000	-3,486,000	\$0
K. Less: Unallocated Reduction (2011-12)	-5,400,000	-5,400,000	\$0
L. Total Staffing	\$532,262,000	\$534,401,000	\$2,139,000
II. A. Agnews Ongoing Workload			
	2,946,000	2,946,000	0
B. Lanterman Development Center Closure			
	2,576,000	2,576,000	0
C. Total Developmental Centers Closure	\$5,522,000	\$5,522,000	\$0
III. FEDERAL COMPLIANCE			
A. HCBS Waiver	21,135,000	21,135,000	0
B. Compliance with HCBS Waiver Requirements	9,200,000	9,200,000	0
C. Case Managers to Meet HCBS Waiver Requirements	13,078,000	13,083,000	5,000
D. Targeted Case Management	4,129,000	4,129,000	0
E. Nursing Home Reform/Pre-Admission Screening and Resident Review	473,000	473,000	0
F. Federal Medicaid Requirement for RC HCBS Services	984,000	984,000	0
G. Total Federal Compliance	\$48,999,000	\$49,004,000	\$5,000
IV. PROJECTS			
A. Information Technology Costs:	\$2,917,000	\$3,417,000	\$500,000
1. Regional Center Application Support	1,817,000	2,317,000	500,000
2. Data Processing	1,100,000	1,100,000	0
B. Clients' Rights Advocacy Contract	6,202,000	6,786,000	584,000
C. Quality Assessment Contract	3,129,000	3,129,000	0
D. Direct Support Professional Training	2,636,000	2,787,000	151,000
E. Office of Administrative Hearings Contract	2,910,000	2,910,000	0
F. Wellness Projects	100,000	100,000	0
G. Foster Grandparent / Senior Companion Programs	2,488,000	2,518,000	30,000
H. Special Incident Reporting/Risk Assessment Contract	838,000	838,000	0
I. Increased Access to Mental Health Services	740,000	740,000	0
J. Sherry S. Court Case / Los Angeles County Hops	211,000	211,000	0
K. Enhancing FFP, Phase II, Proposal C, Consultant	500,000	500,000	0
L. University Enterprises, Inc.	113,000	113,000	0
M. Affordable Housing	94,000	94,000	0
N. Review of SB 1175 Housing Proposals	150,000	150,000	0
O. Denti-Cal Infrastructure for RC Dental Services	732,000	232,000	-500,000
P. Homeland Security Grant Program	411,000	0	-411,000
Q. Total Projects	\$24,171,000	\$24,525,000	\$354,000
V. Intermediate Care Facility-Developmentally Disabled Administrative Fees			
	\$1,678,000	\$1,708,000	\$30,000
VI. AB 10 Minimum Wage Increase Effective January 2016			
	\$1,872,000	\$0	-\$1,872,000
VII. GRAND TOTAL	\$614,504,000	\$615,160,000	\$656,000

Staffing

DESCRIPTION:

Staffing includes personal services and operating expenses for Core Staffing, and Community Placement Plan (CPP), and Placement Continuation staff.

ASSUMPTIONS:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Population.							
• Population Projections: (See Section D, Population, for detail)							
• Active Status (Age 3 and Over)	243,649	244,509	860	252,004	253,618	9,109	1,614
• Early Start (Birth through 36 Months)	34,944	34,944	0	36,313	36,313	1,369	0
• Subtotal	278,593	279,453	860	288,317	289,931	10,478	1,614
• Total Average In Center Developmental Center (DC) Population	1,116	1,117	1	1,010	1,035	-82	25
• Total Population	279,709	280,570	861	289,327	290,966	10,396	1,639
Informational:							
• Community Care Facility Consumers (including Placement Continuation)	25,261	25,261	0	25,261	25,261	0	0
• Home and Community-Based Services (HCBS) Waiver-Enrolled Consumers	112,594	113,115	522	117,924	117,924	4,808	0
• Early Start (with Assessment)	36,748	36,748	0	40,669	40,669	3,921	0
• Placement Continuation Consumers	226	226	0	158	158	-68	0
• Intake cases per month	6,353	6,353	0	7,052	7,052	699	0
• Vendors	44,158	44,158	0	44,158	44,158	0	0
• Mediations per year	400	400	0	400	400	0	0

METHODOLOGY:

CORE STAFFING

PERSONAL SERVICES:

• Direct Services and Administration:	\$365,504,000	\$366,659,549	\$1,155,549	\$382,412,000	\$383,756,431	\$17,096,882	1,344,431
Governor's Budget		May Revision					
2014-15: 10,452.94	2014-15: 10,483.07						
2015-16: 10,949.50	2015-16: 10,995.21						
See Attachment A for Core Staffing Expenditure Detail. See Attachment B for Core Staffing Formulas.							
• Fringe Benefits:	86,624,000	86,898,313	274,313	90,632,000	90,950,275	4,051,962	318,275
Based on 23.7% per position.							

Staffing

METHODOLOGY (continued):

			Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Salary Savings:			-15,122,000	-15,169,835	-47,835	-15,845,000	-15,886,107	-716,272	-41,107
Client Program Coordinators:	1.0%	Per Position	-2,166,000	-2,172,410	-6,410	-2,260,000	-2,271,725	-99,315	-11,725
All Other Staff:	5.5%	Per Position	-12,956,000	-12,997,425	-41,425	-13,585,000	-13,614,382	-616,957	-29,382
• Early Start /Part C Administrative and Clinical Support:			694,000	694,000	0	694,000	694,000	0	0
Includes salaries, fringe benefits and salary savings.									
TOTAL PERSONAL SERVICES			<u>\$437,701,000</u>	<u>\$439,083,027</u>	<u>\$1,382,027</u>	<u>\$457,893,000</u>	<u>\$459,514,599</u>	<u>\$20,431,572</u>	<u>1,621,599</u>
OPERATING EXPENSES:									
• Operating Expenses:			\$40,766,000	\$40,863,000	\$97,000	\$42,365,000	\$42,512,000	\$1,649,000	147,000
Base amount plus the following adjustments:									
Professional Positions:	\$3,400	Per New Position							
Clerical Positions:	\$2,400	Per New Position							
• Rent:			52,746,000	52,990,000	244,000	56,045,000	56,415,000	3,425,000	370,000
Base amount plus \$8,086 per new position									
CY:	\$8,086	Per New Position							
BY:	\$8,086	Per New Position							
TOTAL OPERATING EXPENSES			<u>\$93,512,000</u>	<u>\$93,853,000</u>	<u>\$341,000</u>	<u>\$98,410,000</u>	<u>\$98,927,000</u>	<u>\$5,074,000</u>	<u>517,000</u>
TOTAL CORE STAFFING			<u>\$531,213,000</u>	<u>\$532,935,000</u>	<u>\$1,722,000</u>	<u>\$556,303,000</u>	<u>\$558,442,000</u>	<u>\$25,507,000</u>	<u>2,139,000</u>
• Enhanced Caseload Ratio 1:45 for Two Years			344,000	344,000	0	344,000	344,000	0	0
• Early Start Restoration of Eligibility Criteria Effective January 1, 2015			2,306,000	2,306,000	0	0 *	0	-2,306,000	0
CPP:									
• See CPP for the methodology detail.			14,220,000	14,220,000	0	15,265,000	15,265,000	1,045,000	0
STAFFING FOR COLLECTION OF FEDERAL FINANCIAL PARTICIPATION (FFP) FOR CONTRACTED SERVICES									
• Funding provides one Community Program Specialist I and one Account Clerk II for each Regional Center (RC). This funding will be required until the RC have a billing system that allows the processing of vendor invoices that do not include the individual consumer data required to support HCBS Waiver billing.			2,228,000	2,228,000	0	2,228,000	2,228,000	0	0

* For 2015-16, staffing for Early Start Restoration of Eligibility Criteria Effective January 2015 is determined based on core staffing and estimated caseload of 3,554.

Staffing**METHODOLOGY (continued):**

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
LESS INTAKE AND ASSESSMENT (2003-04)							
<ul style="list-style-type: none"> Expenditures reflect savings as a result of extending the amount of time allowable for RC to perform intakes and assessments from 60 to 120 days. 	-4,465,000	-4,465,000	0	-4,465,000	-4,465,000	0	0
LESS UNALLOCATED REDUCTION (2001-02)	-10,559,000	-10,559,000	0	-10,559,000	-10,559,000	0	0
LESS COST CONTAINMENT (2004-05)	-5,968,000	-5,968,000	0	-5,968,000	-5,968,000	0	0
LESS SAVINGS TARGET (2009-10)	-12,000,000	-12,000,000	0	-12,000,000	-12,000,000	0	0
LESS COST CONTAINMENT (2011-12)	-3,486,000	-3,486,000	0	-3,486,000	-3,486,000	0	0
LESS UNALLOCATED REDUCTION (2011-12)	-5,400,000	-5,400,000	0	-5,400,000	-5,400,000	0	0
TOTAL EXPENDITURES	<u>\$508,433,000</u>	<u>\$510,155,000</u>	<u>\$1,722,000</u>	<u>\$532,262,000</u>	<u>\$534,401,000</u>	<u>\$24,246,000</u>	<u>\$2,139,000</u>

Staffing

FUNDING:

The funding for Staffing expenditures is comprised of reimbursements from: Medicaid Administration (MA) (75% Federal Financial Participation (FFP), 25% General Fund (GF) Match), HCBS Waiver Administration (50% FFP/50% GF Match), Targeted Case Management (TCM) (50% FFP/50% GF Match), TCM Administration (50% FFP/50% GF Match), and Money Follows the Person (MFP) (100% FFP). The State GF portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
EXPENDITURES:							
TOTAL	\$508,433,000	\$510,155,000	\$1,722,000	\$532,262,000	\$534,401,000	\$24,246,000	\$2,139,000
GF	\$346,065,000	\$342,605,000	-\$3,460,000	\$369,454,000	\$360,507,000	\$17,902,000	-\$8,947,000
GF Match	155,387,000	160,407,000	5,020,000	155,481,000	166,973,000	6,566,000	11,492,000
GF Other	190,678,000	182,198,000	-8,480,000	213,973,000	193,534,000	11,336,000	-20,439,000
Reimbursements	\$162,368,000	\$167,550,000	\$5,182,000	\$162,808,000	\$173,894,000	\$6,344,000	\$11,086,000
MA	7,153,000	7,153,000	0	7,153,000	7,153,000	0	0
HCBS Waiver Administration	4,027,000	4,456,000	429,000	4,027,000	4,456,000	0	429,000
TCM	143,558,000	148,098,000	4,540,000	143,477,000	152,558,000	4,460,000	9,081,000
TCM Administration	4,321,000	4,932,000	611,000	4,321,000	4,932,000	0	611,000
MFP	3,309,000	2,911,000	-398,000	3,830,000	4,795,000	1,884,000	965,000

Attachment A
CORE STAFFING - CY 2014-15**Comparison of the 2014-15 Governor's Budget to the 2015 May Revision****I. CORE STAFFING FORMULA****A. PERSONAL SERVICES****1. DIRECT SERVICES****a. Clinical****(1) Intake and Assessment**

	Governor's Budget	Positions	Budgeted Salary	Cost	Difference
(a) Physician	\$10,986,961	139.04	\$79,271	\$11,021,840	\$34,879
(b) Psychologist	11,574,626	278.07	41,754	11,610,535	35,909
(c) Nurse	5,151,901	139.04	37,171	5,168,256	16,355
(d) Nutritionist	3,898,818	139.04	28,130	3,911,195	12,377

(2) Clinical Support Teams

(a) Physician/Psychiatrist	6,626,448	73.00	92,034	6,718,482	92,034
(b) Consulting Pharmacist	4,352,400	73.00	60,450	4,412,850	60,450
(c) Behavioral Psychologist	3,957,984	73.00	54,972	4,012,956	54,972
(d) Nurse	3,634,416	73.00	50,478	3,684,894	50,478

(3) SB 1038 Health Reviews

(a) Physician	2,254,833	24.61	92,034	2,264,957	10,124
(b) Nurse	5,770,645	114.83	50,478	5,796,389	25,744

b. Intake / Case Management

(1) Supervising Counselor (Intake)					
(1:10 Intake Workers in Item (2) below)	3,452,147	90.76	38,036	3,452,147	0
(2) Intake Worker	28,617,497	907.57	31,532	28,617,497	0
(3) Supervising Counselor (Case Management)					
(1:10 CPCs in Items (6) and (7) below)	22,903,163	438.45	52,392	22,971,272	68,109
(4) Supervising Counselor (Capitol People First)					
(DC Case Management 1:10 CPCs)	242,592	3.61	67,200	242,592	0
(5) Client Program Coordinator (CPC), 1:66 DC Consumers					
Capitol People First	1,698,326	36.12	47,019	1,698,326	0
(6) CPC, 1:66 Consumers (Total Pop w/o DCs, CPP, ES)	67,529,357	1,988.82	34,032	67,683,522	154,165
(7) CPC (Waiver, Early Start only), 1:62 Consumers	79,611,398	2,347.73	34,032	79,897,947	286,549
(8) CPC, Quality Assurance for ARM	1,646,128	48.37	34,032	1,646,128	0
(9) Supervising Counselor, DSS Incidental Medical					
Care Regulations (1:10 CPCs)	71,253	1.41	52,392	73,873	2,620
(10) CPC, DSS Incidental Medical Care Regs	515,919	14.11	37,824	533,697	17,778

c. Quality Assurance / Quarterly Monitoring

(1) Supervising Counselor	2,123,448	40.77	52,392	2,136,022	12,574
(2) CPC	13,794,531	407.73	34,032	13,875,867	81,336

d. Early Intervention**(1) General**

(a) Prevention Coordinator	876,792	21.00	41,752	876,792	0
(b) High-Risk Infant Case Manager	856,905	21.00	40,805	856,905	0
(c) Genetics Associate	798,714	21.00	38,034	798,714	0

(2) Early Start / Part C

(a) Supervising Counselor	1,173,057	22.39	52,392	1,173,057	0
(b) CPC	7,620,105	223.91	34,032	7,620,105	0
(c) Administrative and Clinical Support (see next page)					

e. Community Services

(1) Special Incident Coordinator	1,100,232	21.00	52,392	1,100,232	0
(2) Vendor Fiscal Monitor	1,248,729	24.56	50,844	1,248,729	0
(3) Program Evaluator	898,653	21.00	42,793	898,653	0
(4) Resource Developer	898,653	21.00	42,793	898,653	0
(5) Transportation Coordinator	898,653	21.00	42,793	898,653	0
(6) Administrative Services Analyst (SB 1039					
Consumer Complaints)	449,327	10.50	42,793	449,327	0
(7) Developmental Center Liaison	107,262	2.82	38,036	107,262	0
(8) Diversion	126,584	4.00	31,646	126,584	0
(9) Placement Continuation:					
(a) Supervising Counselor	7,335	0.14	52,392	7,335	0
(b) CPC (Supplement at 1:45 Consumers)	46,624	1.37	34,032	46,624	0

f. Special Incident Reporting (SIR)

(1) Supervising Counselor	399,227	7.64	52,392	400,275	1,048
(2) QA/CPC	2,593,919	76.39	34,032	2,599,704	5,785
(3) Nurses	1,923,717	38.20	50,478	1,928,260	4,543

g. Mediation

(1) Clinical Staff	7,093	0.11	64,484	7,093	0
(2) Supervising Counselor	52,916	1.01	52,392	52,916	0
(3) CPC	17,356	0.51	34,032	17,356	0

h. Expansion of Autism Spectrum Disorders (ASD) Initiative

(1) ASD Clinical Specialist	1,371,888	21.00	65,328	1,371,888	0
(2) ASD Program Coordinator	1,318,464	21.00	62,784	1,318,464	0

i. SUBTOTAL DIRECT SERVICES

\$305,206,996	8,054.63		\$306,234,825	\$1,027,829
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Attachment A
CORE STAFFING, CY 2014-15 (continued)

	Governor's Budget	May Revision			Difference
		Positions	Budgeted Salary	Cost	
2. ADMINISTRATION					
a. <u>Executive Staff</u>					
(1) Director	\$1,279,698	21.00	\$60,938	\$1,279,698	\$0
(2) Administrator	1,009,449	21.00	48,069	\$1,009,449	0
(3) Chief Counselor	986,643	21.00	46,983	\$986,643	0
b. <u>Fiscal</u>					
(1) Federal Program Coordinator (Enh. FFP, Phase I)	1,206,177	21.00	57,437	1,206,177	0
(2) Federal Compliance Specialist (Enh. FFP, Phase II)	4,490,877	113.12	39,887	4,512,017	21,140
(3) Fiscal Manager	963,480	21.00	45,880	963,480	0
(4) Program Tech II (FCPP)	883,255	24.22	36,468	883,255	0
(5) Revenue Clerk	1,169,396	56.76	20,617	1,170,221	825
(6) Account Clerk (Enh. FFP, Phase II)	584,640	21.00	27,840	584,640	0
(7) Account Clerk	7,573,833	347.59	21,861	7,598,665	24,832
c. <u>Information Systems and Human Resources</u>					
(1) Information Systems Manager	1,397,844	21.00	66,564	1,397,844	0
(2) Information Systems Assistant	1,000,692	21.00	47,652	1,000,692	0
(3) Information Systems Assistant (SIR)	500,346	10.50	47,652	500,346	0
(4) Privacy Officer (HIPAA)	898,653	21.00	42,793	898,653	0
(5) Personal Computer Systems Manager	1,397,844	21.00	66,564	1,397,844	0
(6) Training Officer	1,099,728	21.00	52,368	1,099,728	0
(7) Training Officer (SIR)	549,864	10.50	52,368	549,864	0
(8) Human Resources Manager	1,067,724	21.00	50,844	1,067,724	0
d. <u>Clerical Support</u>					
(1) Office Supervisor	489,867	21.00	23,327	489,867	0
(2) PBX/Mail/File Clerk	1,378,188	63.00	21,876	1,378,188	0
(3) Executive Secretary	1,148,490	52.50	21,876	1,148,490	0
(4) MD/Psychologist Secretary II	286,503	12.31	23,388	287,906	1,403
(5) MD/Psychologist Secretary I	4,548,239	208.56	21,876	4,562,459	14,220
(6) Secretary II	4,013,615	172.38	23,388	4,031,623	18,008
(7) Secretary I	20,161,149	1,077.38	18,757	20,208,417	47,268
(8) Secretary I (DC Case Management - Capitol People First)	210,834	6.62	31,848	210,834	0
e. SUBTOTAL ADMINISTRATION	\$60,297,028	2,428.44		\$60,424,724	\$127,696
3. TOTAL POSITIONS AND SALARIES					
(Item A.1.i. + Item A.2.e.)	\$365,504,024	10,483.07		\$366,659,549	\$1,155,525
a. CPCs	175,073,663			175,619,276	545,613
b. All Other Staff	190,430,361			191,040,273	609,912
4. Fringe Benefits					
a. CPCs 23.7%	\$41,492,458			\$41,621,768	\$129,310
b. All Other Staff 23.7%	45,131,996			45,276,545	144,549
c. Total Fringe Benefits	\$86,624,454			\$86,898,313	\$273,859
5. Salary Savings					
a. CPCs 1.0%	-\$2,165,661			-\$2,172,410	-\$6,749
b. All Other Staff 5.5%	-12,955,930			-12,997,425	-41,495
c. Total Salary Savings	-\$15,121,591			-\$15,169,835	-\$48,244
6. Early Start / Part C Administrative and Clinical Support (salaries, fringe benefits and salary savings)	\$694,000			\$694,000	\$0
7. TOTAL PERSONAL SERVICES					
(Items A.3. + A.4. + A.5. + A.6.)	\$437,700,887			\$439,082,027	\$1,381,140
ROUNDED	\$437,701,000	10,483.00		\$439,082,000	\$1,381,000
B. OPERATING EXPENSES AND RENT					
1. Operating Expenses	\$40,766,000			\$40,863,000	\$97,000
2. Rent	\$52,746,000			\$52,990,000	\$244,000
3. Subtotal Operating Expenses and Rent	\$93,512,000			\$93,853,000	\$341,000
C. TOTAL CORE STAFFING (Items A.7. + B.3.)	\$531,213,000			\$532,935,000	\$1,722,000

Attachment A
CORE STAFFING - BY 2015-16**Comparison of the 2015-16 Governor's Budget to the 2015 May Revision****I. CORE STAFFING FORMULA****A. PERSONAL SERVICES****1. DIRECT SERVICES****a. Clinical****(1) Intake and Assessment**

	Governor's Budget	Positions	Budgeted Salary	Cost	Difference
(a) Physician	\$11,466,550	145.48	\$79,271	\$11,532,345	\$65,795
(b) Psychologist	12,079,432	290.97	41,754	12,149,161	69,729
(c) Nurse	5,376,785	145.48	37,171	5,407,637	30,852
(d) Nutritionist	4,069,005	145.48	28,130	4,092,352	23,347

(2) Clinical Support Teams

(a) Physician/Psychiatrist	6,718,482	74.00	92,034	6,810,516	92,034
(b) Consulting Pharmacist	4,412,850	74.00	60,450	4,473,300	60,450
(c) Behavioral Psychologist	4,012,956	74.00	54,972	4,067,928	54,972
(d) Nurse	3,684,894	74.00	50,478	3,735,372	50,478

(3) SB 1038 Health Reviews

(a) Physician	2,405,769	26.14	92,034	2,405,769	0
(b) Nurse	6,156,297	121.96	50,478	6,156,297	0

b. Intake / Case Management

(1) Supervising Counselor (Intake)					
(1:10 Intake Workers in Item (2) below)	3,831,747	100.74	38,036	3,831,747	0
(2) Intake Worker	31,766,283	1,007.43	31,532	31,766,283	0
(3) Supervising Counselor (Case Management)					
(1:10 CPCs in Items (6) and (7) below)	23,922,187	459.02	52,392	24,048,976	126,789
(4) Supervising Counselor (Capitol People First)					
(DC Case Management 1:10 CPCs)	242,592	3.61	67,200	242,592	0
(5) Client Program Coordinator (CPC), 1:66 DC Consumers					
Capitol People First	1,698,326	36.12	47,019	1,698,326	0
(6) CPC, 1:66 Consumers (Total Pop w/o DCs, CPP, ES)	69,096,531	2,054.58	34,032	69,921,467	824,936
(7) CPC (Waiver, Early Start only), 1:62 Consumers	84,661,066	2,487.69	34,032	84,661,066	0
(8) CPC, Quality Assurance for ARM	1,646,128	48.37	34,032	1,646,128	0
(9) Supervising Counselor, DSS Incidental Medical					
Care Regulations (1:10 CPCs)	71,777	1.45	52,392	75,968	4,191
(10) CPC, DSS Incidental Medical Care Regs	517,054	14.51	37,824	548,826	31,772

c. Quality Assurance / Quarterly Monitoring

(1) Supervising Counselor	2,148,596	41.14	52,392	2,155,407	6,811
(2) CPC	13,957,544	411.39	34,032	14,000,424	42,880

d. Early Intervention**(1) General**

(a) Prevention Coordinator	876,792	21.00	41,752	876,792	0
(b) High-Risk Infant Case Manager	856,905	21.00	40,805	856,905	0
(c) Genetics Associate	798,714	21.00	38,034	798,714	0

(2) Early Start / Part C

(a) Supervising Counselor	1,298,274	24.78	52,392	1,298,274	0
(b) CPC	8,433,470	247.81	34,032	8,433,470	0
(c) Administrative and Clinical Support (see next page)					

e. Community Services

(1) Special Incident Coordinator	1,100,232	21.00	52,392	1,100,232	0
(2) Vendor Fiscal Monitor	1,248,729	24.56	50,844	1,248,729	0
(3) Program Evaluator	898,653	21.00	42,793	898,653	0
(4) Resource Developer	898,653	21.00	42,793	898,653	0
(5) Transportation Coordinator	898,653	21.00	42,793	898,653	0
(6) Administrative Services Analyst (SB 1039					
Consumer Complaints)	449,327	10.50	42,793	449,327	0
(7) Developmental Center Liaison	107,262	2.82	38,036	107,262	0
(8) Diversion	126,584	4.00	31,646	126,584	0
(9) Placement Continuation:					
(a) Supervising Counselor	5,239	0.10	52,392	5,239	0
(b) CPC (Supplement at 1:45 Consumers)	32,671	0.96	34,032	32,671	0

f. Special Incident Reporting (SIR)

(1) Supervising Counselor	412,325	7.90	52,392	413,897	1,572
(2) QA/CPC	2,676,957	78.99	34,032	2,688,188	11,231
(3) Nurses	1,985,300	39.49	50,478	1,993,376	8,076

g. Mediation

(1) Clinical Staff	7,093	0.11	64,484	7,093	0
(2) Supervising Counselor	52,916	1.01	52,392	52,916	0
(3) CPC	17,356	0.51	34,032	17,356	0

h. Expansion of Autism Spectrum Disorders (ASD) Initiative

(1) ASD Clinical Specialist	1,371,888	21.00	65,328	1,371,888	0
(2) ASD Program Coordinator	1,318,464	21.00	62,784	1,318,464	0

i. SUBTOTAL DIRECT SERVICES

\$319,815,308	8,470.10		\$321,321,223	\$1,505,915
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Attachment A
CORE STAFFING, BY 2015-16 (continued)

	Governor's Budget	May Revision			Difference
		Positions	Budgeted Salary	Cost	
2. ADMINISTRATION					
a. <u>Executive Staff</u>					
(1) Director	\$1,279,698	21.00	\$60,938	\$1,279,698	\$0
(2) Administrator	1,009,449	21.00	48,069	\$1,009,449	0
(3) Chief Counselor	986,643	21.00	46,983	\$986,643	0
b. <u>Fiscal</u>					
(1) Federal Program Coordinator (Enh. FFP, Phase I)	1,206,177	21.00	57,437	1,206,177	0
(2) Federal Compliance Specialist (Enh. FFP, Phase II)	4,703,475	117.92	39,887	4,703,475	0
(3) Fiscal Manager	963,480	21.00	45,880	963,480	0
(4) Program Tech II (FCPP)	883,255	24.22	36,468	883,255	0
(5) Revenue Clerk	1,169,396	56.72	20,617	1,169,396	0
(6) Account Clerk (Enh. FFP, Phase II)	584,640	21.00	27,840	584,640	0
(7) Account Clerk	8,228,663	363.71	21,861	7,951,064	-277,599
c. <u>Information Systems and Human Resources</u>					
(1) Information Systems Manager	1,397,844	21.00	66,564	1,397,844	0
(2) Information Systems Assistant	1,000,692	21.00	47,652	1,000,692	0
(3) Information Systems Assistant (SIR)	500,346	10.50	47,652	500,346	0
(4) Privacy Officer (HIPAA)	898,653	21.00	42,793	898,653	0
(5) Personal Computer Systems Manager	1,397,844	21.00	66,564	1,397,844	0
(6) Training Officer	1,099,728	21.00	52,368	1,099,728	0
(7) Training Officer (SIR)	549,864	10.50	52,368	549,864	0
(8) Human Resources Manager	1,067,724	21.00	50,844	1,067,724	0
d. <u>Clerical Support</u>					
(1) Office Supervisor	489,867	21.00	23,327	489,867	0
(2) PBX/Mail/File Clerk	1,378,188	63.00	21,876	1,378,188	0
(3) Executive Secretary	1,148,490	52.50	21,876	1,148,490	0
(4) MD/Psychologist Secretary II	305,681	13.07	23,388	305,681	0
(5) MD/Psychologist Secretary I	4,746,654	218.23	21,876	4,773,999	27,345
(6) Secretary II	4,093,134	175.01	23,388	4,093,134	0
(7) Secretary I	21,296,510	1,140.11	18,757	21,385,043	88,533
(8) Secretary I (DC Case Management - Capitol People First)	210,834	6.62	31,848	210,834	0
e. SUBTOTAL ADMINISTRATION	\$62,596,929	2,525.11		\$62,435,208	-\$161,721
3. TOTAL POSITIONS AND SALARIES					
(Item A.1.i. + Item A.2.e.)	\$382,412,237	10,995.21		\$383,756,431	\$1,344,194
a. CPCs	182,737,103			183,647,922	910,819
b. All Other Staff	199,675,134			200,108,509	433,375
4. Fringe Benefits					
a. CPCs 23.7%	\$43,308,693			\$43,524,558	\$215,865
b. All Other Staff 23.7%	47,323,007			47,425,717	102,710
c. Total Fringe Benefits	\$90,631,700			\$90,950,275	\$318,575
5. Salary Savings					
a. CPCs 1.0%	-\$2,260,458			-\$2,271,725	-\$11,267
b. All Other Staff 5.5%	-13,584,898			-13,614,382	-29,484
c. Total Salary Savings	-\$15,845,356			-\$15,886,107	-\$40,751
6. Early Start / Part C Administrative and Clinical Support (salaries, fringe benefits and salary savings)	\$694,000			\$694,000	\$0
7. TOTAL PERSONAL SERVICES					
(Items A.3. + A.4. + A.5. + A.6.)	\$457,892,581			\$459,514,599	\$1,622,018
ROUNDED	\$457,893,000	10,995.00		\$459,515,000	\$1,622,000
B. OPERATING EXPENSES AND RENT					
1. Operating Expenses	\$42,365,000			\$42,512,000	\$147,000
2. Rent	\$56,045,000			\$56,415,000	\$370,000
3. Subtotal Operating Expenses and Rent	\$98,410,000			\$98,927,000	\$517,000
C. TOTAL CORE STAFFING (Items A.7. + B.3.)	\$556,303,000			\$558,442,000	\$2,139,000

Attachment B
CORE STAFFING FORMULAS

CORE STAFFING CLASSIFICATION	STAFFING FORMULA
A. <u>PERSONAL SERVICES</u>	
1. DIRECT SERVICES	
a. <u>Clinical</u>	
(1) <u>Intake and Assessment</u>	
(a) Physician (minimum of 1)	1.0 position : 2,000 total consumers
(b) Psychologist	1.0 position : 1,000 total consumers
(c) Nurse (minimum of 1)	1.0 position : 2,000 total consumers
(d) Nutritionist (minimum of 1)	1.0 position : 2,000 total consumers
(2) <u>Clinical Support Teams</u>	
(a) Physician/Psychiatrist	1.0 position : 1,700 consumers in community care facilities (CCF) and supported living and those with severe behavior and/or medical problems
(b) Consulting Pharmacist	1.0 position : 1,700 " "
(c) Behavioral Psychologist	1.0 position : 1,700 " "
(d) Nurse	1.0 position : 1,700 " "
(3) <u>SB 1038 Health Reviews</u>	
(a) Physician	1.5 hours : Referral/1,778 hrs./ full-time equivalent (FTE) position
(b) Nurse	1.75 hours : Individual program plan (IPP) review/1,778 hrs./FTE position
b. <u>Intake/Case Management</u>	
(1) Supervising Counselor: Intake	1.0 position : 10 Intake Workers
(2) Intake Worker	1.0 position : 14 monthly intake cases (assume average intake case lasts 2 mos.)
(3) Supervising Counselor: Case Management	1.0 position : 10 CPCs in Items b.(4 and 5) below
(4) Supervising Counselor: Capitol People First	1.0 position : 10 CPCs in Items b.(7) below
(5) Client Program Coordinator (CPC) Capitol People First	1.0 position : 66 consumers (Developmental Center residents)
(6) CPC	1.0 position : 66 consumers (all other consumers, excluding Waiver, Early Start, and CPP placements)
(7) CPC	1.0 position : 62 Waiver and Early Start consumers (excluding CPP placements)
(8) CPC, Quality Assurance for Alternative Residential Model	1.0 position : 527 CCF consumers
(9) Supervising Counselor: DSS Incidental Medical Care Regulations	1.0 position : 10 CPCs in item b.(10) below
(10) CPC, DSS Incidental Medical Care Regulations	1.0 position : 2.5 hrs x 8 visits per year to CCF consumers who rely on others to perform activities of daily living

CORE STAFFING CLASSIFICATION**STAFFING FORMULA****A. PERSONAL SERVICES (continued)****1. DIRECT SERVICES (continued)****c. Quality Assurance/Quarterly Monitoring**

(1) Supervising Counselor	1.0 position	10 CPCs in Item c.(2) below
(2) CPC	10 hrs/yr.	: CCF consumer/1,778 hrs./FTE
	14 hrs./yr.	: Supported/Independent Living consumer/1,778 hrs./FTE
	10 hrs/yr.	: Skilled Nursing Facility and Intermediate Care Facility consumer/1,778 hrs./FTE
	10 hrs/yr.	: Family Home Agency consumer/1,778 hrs./FTE

d. Early Intervention

(1) <u>General</u>		
(a) Prevention Coordinator	1.0 position	: RC
(b) High-Risk Infant Case Mgr.	1.0 position	: RC
(c) Genetics Associate	1.0 position	: RC
(2) <u>Early Start/Part C</u>		
(a) Supervising Counselor	1.0 position	: 10 CPCs in Item d.(2)(b) below
(b) CPC:		
Marginal positions from:	1.0 position	: 62 children<age 3yrs.
to:	1.0 position	: 45 children<age 3yrs.*

e. Community Services

(1) Special Incident Coordinator	1.0 position	: RC
(2) Vendor Fiscal Monitor	0.5 position	: RC plus 1: every 3,140 vendors
(3) Program Evaluator	1.0 position	: RC
(4) Resource Developer	1.0 position	: RC
(5) Transportation Coordinator	1.0 position	: RC
(6) Administrative Services Analyst (SB 1039, Chapter 414, Statutes of 1997) Consumer Complaints	0.5 position	: RC
(7) Developmental Center Liaison	1.0 position	: 400 DC consumers
(8) Diversion	4.0 positions	: 21 RCs
(9) Placement Continuation		
(a) Supervising Counselor	1.0 position	: 10 CPCs in Item e.(9)(b) below
(b) CPC:		
1. Marginal positions from:	1.0 position	: 62 CPP Placements
2. to:	1.0 position	: 45 CPP Placements

* Note: This 1:45 staffing ratio is a funding methodology, not a required caseload ratio.

CORE STAFFING CLASSIFICATION**STAFFING FORMULA****A. PERSONAL SERVICES (continued)****1. DIRECT SERVICES (continued)****f. Special Incident Reporting (SIR)**

- | | | |
|---------------------------|----------------|------------------------------------|
| (1) Supervising Counselor | 1.0 position | 10 CPCs in Item f. (2) below |
| (2) QA/CPC | 1.0 position : | RC plus 1: every 5,000 consumers |
| (3) Nurse | 0.5 position : | RC plus 0.5: every 5,000 consumers |

g. Mediation

- | | | |
|---------------------------|-------------|--|
| (1) Clinical Staff | 2.0 hours : | 25% of annual mediations/
1,778 hrs /FTE position |
| (2) Supervising Counselor | 4.5 hours : | mediation/1,778 hrs./FTE position |
| (3) CPC | 4.5 hours : | 50% of annual mediations/
1,778 hrs./FTE position |

h. Expansion of Autism Spectrum Disorders (ASD) Initiative

- | | | |
|--|----------------|----|
| (1) ASD Clinical Specialist
(effective January 1, 2007) | 1.0 position : | RC |
| (2) ASD Program Coordinator
(effective January 1, 2007) | 1.0 position : | RC |

2. ADMINISTRATION**a. Executive Staff**

- | | | |
|---------------------|----------------|----|
| (1) Director | 1.0 position : | RC |
| (2) Administrator | 1.0 position : | RC |
| (3) Chief Counselor | 1.0 position : | RC |

b. Fiscal

- | | | |
|--|----------------|--|
| (1) Federal Program Coordinator
(Enhancing FFP, Phase I) | 1.0 position : | RC |
| (2) Federal Compliance Specialist
(Enhancing FFP, Phase II) | 1.0 position : | 1,000 HCBS Waiver consumers |
| (3) Fiscal Manager | 1.0 position : | RC |
| (4) Program Technician II, FCPP | 0.5 position : | RC |
| | 1.0 position : | 1,778 hours of FCPP determinations |
| (5) Revenue Clerk | 1.0 position : | 400 consumers for whom RCs are
representative payee |
| (6) Account Clerk (Enhancing FFP,
Phase II) | 1.0 position : | RC |
| (7) Account Clerk | 1.0 position : | 800 total consumers |

c. Information Systems and Human Resources

- | | | |
|---|----------------|----|
| (1) Information Systems Manager | 1.0 position : | RC |
| (2) Information Systems Assistant | 1.0 position : | RC |
| (3) Information Systems Assistant,
SIR | 0.5 position : | RC |
| (4) Privacy Officer, HIPAA | 1.0 position : | RC |
| (5) Personal Computer Systems
Manager | 1.0 position : | RC |
| (6) Training Officer | 1.0 position : | RC |
| (7) Training Officer, SIR | 0.5 position : | RC |
| (8) Human Resources Manager | 1.0 position : | RC |

CORE STAFFING CLASSIFICATION**STAFFING FORMULA****A. PERSONAL SERVICES (continued)****2. ADMINISTRATION (continued)****d. Clerical Support**

(1) Office Supervisor	1.0 position	:	RC
(2) PBX/Mail/File Clerk	3.0 positions	:	RC
(3) Executive Secretary	2.5 positions	:	RC
(4) MD/Psychologist Secretary II	1.0 position	:	2 Physicians in Item 1.a.(3)(a), SB 1038 Health Reviews
(5) MD/Psychologist Secretary I	1.0 position	:	2 Physicians/Psychologists in Items 1.a.(1)(a) and (b), Clinical Intake and Assessment
(6) Secretary II	1.0 position	:	6 professionals in Items: 1.a.(3)(b), SB 1038 Health Reviews 1.b.(9) and (10), DDS Incidental Medical Care Regulations 1.c., Quality Assurance/ Quarterly Monitoring 1.e.(1), (2) and (9)(a) and (b) Community Services 1.e.(9)2., Community Services (see Secty I, line 1.e.(9)1., below) 1.f.(1) thru (3), Special Incident Reporting 2.b.(1), Federal Program Coordinators (FFP Phase I) 2.b.(2), Federal Compliance Coordinators (FFP Phase II) 2.c., Information Systems and Human Resources
(7) Secretary I	1.0 position	:	6 professionals in Items: 1.a.(1)(c) and (d), Clinical Intake and Assessment 1.b.(1) to (5) and (8), Intake/Case Mgt. 1.b.(6) and(7) Capitol People First 1.d., Early Intervention 1.e.(3), (4), (6) to (8), Community Services 1.e.(9)1., Community Services (see Secty II, line 1.e.(9)2., above)

Staffing for Collection of FFP for Contracted Services

STAFFING:

			2014-15	2015-16
PERSONAL SERVICES:				
	<u>Positions</u>	<u>Salary</u>		
• Positions and Salaries				
Community Program Specialist I	21.00	\$42,948	\$901,908	\$901,908
Account Clerk II	21.00	29,220	613,620	613,620
Total, Positions and Salaries	42.00		\$1,515,528	\$1,515,528
• Fringe Benefits (@ 23.7%):			359,180	359,180
• Salary Savings (@ -5.5%):			-103,109	-103,109
Total Personal Services			\$1,771,599	\$1,771,599
OPERATING EXPENSES:				
• Operating Expenses:				
Professional Positions:	\$3,400	Per Position	\$71,400	\$71,400
Clerical Positions:	2,400	Per Position	50,400	50,400
• Rent Factor:	7,968	Per Position	334,656	334,656
Total Operating Expenses			\$456,456	\$456,456
TOTAL STAFFING			\$2,228,055	\$2,228,055
(Rounded)			\$2,228,000	\$2,228,000

FUNDING:

General Fund (GF) and Home and Community-Based Services (HCBS) Waiver Administration.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

No change.

EXPENDITURES:

TOTAL	\$2,228,000	\$2,228,000
GF	\$1,771,000	\$1,771,000
GF Match	456,000	456,000
GF Other	1,315,000	1,315,000
Reimbursements	\$457,000	\$457,000
HCBS Waiver Administration	457,000	457,000

Agnews Ongoing Workload

A. Community Placement Plan (CPP) Staffing	Governor's Budget 2014-15		Updated 2014-15		2014-15 Request		Governor's Budget 2015-16		Updated 2015-16		2015-16 Over 2014-15		2015-16 Request	
	Position	Cost	Position	Cost	Positions	Cost	Positions	Cost	Positions	Cost	Positions	Cost	Positions	Cost
1. Unified Operations Costs														
a. Personal Services														
(1) Quality Assurance/Management	6.50	\$503,488	6.50	\$503,488	0.00	\$0	6.50	\$503,488	6.50	\$503,488	0.00	\$0	0.00	\$0
(2) Health Care Community Specialists	4.00	503,000	4.00	503,000	0.00	0	4.00	503,000	4.00	503,000	0.00	0	0.00	0
(3) Total Personal Services	10.50	\$1,006,488	10.50	\$1,006,488	0.00	\$0	10.50	\$1,006,488	10.50	\$1,006,488	0.00	\$0	0.00	\$0
b. Operating Expenses														
(1) Operating Expenses		\$27,718		\$27,718		\$0		\$27,718		\$27,718		\$0		\$0
(2) Rent		51,800		51,800		0		51,800		51,800		0		0
(3) Total Operating Expenses		\$79,518		\$79,518		\$0		\$79,518		\$79,518		\$0		\$0
c. Subtotal Unified Operations Costs (Rounded)	10.50	\$1,086,006	10.50	\$1,086,006	0.00	\$0	10.50	\$1,086,006	10.50	\$1,086,006		\$0	0.00	\$0
2. State Employees in the Community														
a. Personal Services	13.40	\$1,193,669	13.40	\$1,193,669	0.00	\$0	13.40	\$1,193,669	13.40	\$1,193,669	0.00	\$0	0.00	\$0
b. Operating Expenses		73,833		73,833		0		73,833		73,833		0		0
c. Total State Employees in the Community (Rounded)		\$1,267,502		\$1,267,502		\$0		\$1,267,502		\$1,267,502		\$0		\$0
		\$1,268,000		\$1,268,000		\$0		\$1,268,000		\$1,268,000		\$0		\$0
3. Total CPP Staffing	23.90	\$2,354,000	23.90	\$2,354,000	0.00	\$0	23.90	\$2,354,000	23.90	\$2,354,000	0.00	\$0	0.00	\$0
B. Placement Continuation Staffing														
1. Nurse	3.00	\$356,000	3.00	\$356,000	0.00	\$0	3.00	\$356,000	3.00	\$356,000	0.00	\$0	0.00	\$0
2. Oral Health Care	3.00	236,000	3.00	236,000	0.00	0	3.00	0	3.00	236,000	0.00	0	0.00	0
3. Subtotal Placement Continuation Staffing	6.00	\$592,000	6.00	\$592,000	0.00	\$0	6.00	\$592,000	6.00	\$592,000	0.00	\$0	0.00	\$0
C. Total (A + B) (Rounded)	29.90	\$2,946,000	29.90	\$2,946,000	0.00	\$0	29.90	\$2,946,000	29.90	\$2,946,000	0.00	\$0	0.00	\$0

Agnews Ongoing Workload

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
EXPENDITURES:							
TOTAL	\$2,946,000	\$2,946,000	\$0	\$2,946,000	\$2,946,000	\$0	\$0
General Fund (GF)	1,440,000	1,377,000	-63,000	840,000	1,377,000	0	-63,000
<i>GF Match</i>	626,000	626,000	0	840,000	626,000	0	0
<i>GF Other</i>	814,000	751,000	-63,000	0	751,000	0	-63,000
Reimbursements	1,506,000	1,569,000	63,000	2,106,000	1,569,000	0	63,000
<i>Home and Community-Based</i>							
<i>Waiver Administration</i>	189,000	252,000	63,000	355,000	252,000	0	63,000
<i>Medicaid Administration</i>	1,317,000	1,317,000	0	1,751,000	1,317,000	0	0

Lanterman Developmental Center Closure/Ongoing Workload

Community Placement Plan Staffing	Governor's Budget 2014-15		Updated 2014-15		2014-15 Request		Governor's Budget 2015-16		Updated 2015-16		2015-16 Over 2014-15		2015-16 Request	
	Positions	Cost	Positions	Cost	Positions	Cost	Positions	Cost	Positions	Cost	Positions	Cost	Positions	Cost
1. Personal Services														
Quality Assurance/Management	3.00	\$255,000	3.00	\$255,000	0.00	\$0	3.00	255,000	3.00	\$255,000	0.00	0	0.00	\$0
Placement	1.00	85,000	1.00	85,000	0.00	0	0.00	0	0.00	0	-1.00	-85,000	0.00	0
Oral Health Care Consultant	8.00	624,000	8.00	624,000	0.00	0	8.00	624,000	8.00	624,000	0.00	0	0.00	0
Nurse Consultants	5.00	425,000	5.00	425,000	0.00	0	5.00	425,000	5.00	425,000	0.00	0	0.00	0
Health Care Community Specialists	8.00	1,006,000	8.00	1,006,000	0.00	0	8.00	1,006,000	8.00	1,006,000	0.00	0	0.00	0
Total Personal Services	25.00	\$ 2,395,000	25.00	\$ 2,395,000	0.00	\$0	24.00	\$ 2,310,000	24.00	\$ 2,310,000	-1.00	-\$85,000	0.00	\$0
2. Operating Expenses														
Operating Expenses		\$85,000		\$85,000		\$0		\$81,600		\$81,600		-\$3,400		\$0
Rent		192,375		192,375		0		184,680		184,680		-\$7,695		\$0
Total Operating Expenses		\$277,375		\$277,375		\$0		\$266,280		\$266,280		-\$11,095		\$0
3. Grand Total (1 + 2)		\$2,672,375		\$2,672,375		\$0		\$2,576,280		\$2,576,280		-\$96,095		\$0
(Rounded)	25.00	\$2,672,000	25.0	\$2,672,000	0.0	\$0	24.0	\$2,576,000	24.0	\$2,576,000		-\$96,000	0.0	\$0

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data. FY 2015-16 funding is for ongoing workload activities related to Lanterman Developmental Center closure.

EXPENDITURES:

TOTAL	\$2,672,000	\$2,672,000	\$0	\$2,576,000	\$2,576,000	-\$96,000	\$0
General Fund (GF)	\$1,467,000	\$174,000	-\$1,293,000	\$2,576,000	\$1,676,000	\$1,502,000	-\$900,000
GF Match	402,000	1,410,000	1,008,000	0	877,000	-533,000	877,000
GF Other	1,065,000	-1,236,000	-2,301,000	2,576,000	799,000	2,035,000	-1,777,000
Reimbursements	\$1,205,000	\$2,498,000	\$1,293,000	\$0	\$900,000	-\$1,598,000	\$900,000
HCBS Waiver Administration	0	128,000	\$128,000	0	128,000	\$0	\$128,000
Medicaid Administration	0	772,000	\$772,000	0	772,000	\$0	\$772,000
Money Follows the Person	1,205,000	1,598,000	\$393,000	0	0	-\$1,598,000	\$0

Federal Compliance

DESCRIPTION:

With the support of the Department of Health Care Services (the federally-recognized single state agency for Medicaid), the Department of Developmental Services utilizes federal funding combined with state General Fund (GF) expenditures to meet the mandate established by the Lanterman Developmental Disabilities Services Act. Services are provided to persons with developmental disabilities through a system of 21 not-for-profit agencies called regional centers (RC). Federal financial participation (FFP) in state programs is provided through the Home and Community-Based Services (HCBS) Waiver, and the Targeted Case Management (TCM), Nursing Home Reform (NHR), and Medicaid Administration (MA) programs.

There are both fiscal and program requirements placed on the RC that enable the State to receive federal funding. This workload includes ongoing tasks, such as reviewing choice statements, handling complex notice of action issues related to the HCBS Waiver, completing annual HCBS Waiver certification/recertification forms, preparing for program audits, determining billable services, reconciling data, ensuring records are maintained in accordance with applicable federal requirements for accuracy and completeness, reviewing case records, participating in training on HCBS Waiver policies and procedures, resolving eligibility/compliance issues, etc. In addition, RCs are required to complete ongoing tasks related to the TCM and NHR programs such as ensuring compliance with Medicaid State Plan requirements for case management activities and ensuring those admitted to the nursing facilities receive appropriate screenings.

ASSUMPTIONS/METHODOLOGY:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
<ul style="list-style-type: none"> ● HCBS Waiver <p>Operations costs for HCBS Waiver activities in 2014-15 and 2015-16 are based upon 6.5% of 1995-96 HCBS Waiver reimbursements of \$325,148,000. (100% GF)</p>	\$21,135,000	\$21,135,000	\$0	\$21,135,000	\$21,135,000	\$0	\$0
<ul style="list-style-type: none"> ● Compliance with HCBS Waiver Requirements <p>Provides funding to ensure the RC system maintains compliance with the HCBS Waiver. Functions include maintaining average service coordinator-to-consumer caseload ratios at not more than 1:62; performing quarterly face-to-face monitoring of consumers residing in out-of-home living arrangements; clinical consultation, monitoring, and review of consumers' health status; and developing and annually reviewing Waiver consumers' individual program plans and Client Developmental Evaluation Reports. See the attachment on page E-3.5 for fiscal detail.</p>	\$9,200,000	\$9,200,000	\$0	\$9,200,000	\$9,200,000	\$0	\$0

Funding: \$3,950,000 GF Match, \$3,300,000 TCM, \$1,950,000 MA.

Federal Compliance

ASSUMPTIONS/METHODOLOGY (continued):

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
<ul style="list-style-type: none"> Case Managers to Meet HCBS Waiver Requirements An April 21, 2006 letter from the Centers for Medicare and Medicaid Services (CMS) indicated that the State must "review and revise, as needed, its policies to assure that the waiver participant to case manager ratio of 62:1 is consistently met." This augmentation by the California Legislature is intended to ensure further compliance. See the attachment on page E-3.6 for fiscal detail. Governor's Budget 2014-15: \$6,477,000 GF Match, \$6,476,000 TCM. 2015-16: \$6,539,000 GF Match, \$6,539,000 TCM. May Revision: 2014-15: \$6,477,000 GF Match, \$6,476,000 TCM. 2015-16: \$6,542,000 GF Match, \$6,541,000 TCM. Change from Prior Estimate and Reason for Year-to-Year Change: Reflects increase in the number of case manager positions to meet the ratio of 62:1. 	\$12,953,000	\$12,953,000	\$0	\$13,078,000	\$13,083,000	\$130,000	\$5,000
<ul style="list-style-type: none"> TCM Operations costs for TCM activities in 2014-15 and 2015-16 are based upon 5.8% of 1995-96 TCM reimbursements of \$71,181,000. (100% GF) 	\$4,129,000	\$4,129,000	\$0	\$4,129,000	\$4,129,000	\$0	\$0
<ul style="list-style-type: none"> NHR/Pre-Admission Screening and Resident Review (PASRR) Operations costs for RC to perform activities associated with NHR and to handle the increased workload of processing PASRR Levels I and II screening and evaluation activities. Persons determined to be eligible for services under the Lanterman Act will result in an increase in the number of consumers who require RC case management and other specialized services. RC, through clinical assessments, will identify individuals who meet the expanded federal definition of developmental disability. (100% GF) 	\$473,000	\$473,000	\$0	\$473,000	\$473,000	\$0	\$0

Federal Compliance

ASSUMPTIONS/METHODOLOGY (continued):

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 over 2014-15	2015-16 Request
<ul style="list-style-type: none"> Federal Medicaid Requirement for RC HCBS Services <p>Pursuant to federal law and mandated by the CMS, RC are required to gather and review business ownership, control and relationship information from current and prospective vendors. Additionally, RC are required to determine that all vendors are eligible to participate as Medicaid service providers. Furthermore, on a periodic basis, RC are required to verify that vendors continue to meet all applicable vendorization requirements (e.g. professional licensure), in order for the State to comply with federal law and meet the CMS mandated Home and HCBS Waiver assurance that only qualified providers deliver Medicaid funded services. (Funding is 50% HCBS Wavier Administration, 50% GF)</p> <p>Funding: \$492,000 GF Match, \$492,000 HCBS Waiver Administration.</p>	\$984,000	\$984,000	\$0	\$984,000	\$984,000	\$0	\$0
<ul style="list-style-type: none"> EXPENDITURES 	\$48,874,000	\$48,874,000	\$0	\$48,999,000	\$49,004,000	\$130,000	\$5,000

Federal Compliance**EXPENDITURES:**

	Governor's			Governor's		2015-16	2015-16
	Budget	Updated	2014-15	Budget	Updated	Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request
TOTAL	\$48,874,000	\$48,874,000	\$0	\$48,999,000	\$49,004,000	\$130,000	\$5,000
GF	\$36,655,000	\$36,655,000	\$0	\$36,718,000	\$36,720,000	\$65,000	\$2,000
GF Match	10,919,000	10,919,000	0	10,981,000	10,984,000	65,000	3,000
GF Other	25,736,000	25,736,000	0	25,737,000	25,736,000	0	-1,000
Reimbursements	\$12,219,000	\$12,219,000	\$0	\$12,281,000	\$12,284,000	\$65,000	\$3,000
HCBS Waiver Administration	492,000	492,000	0	492,000	492,000	0	0
MA	1,950,000	1,950,000	0	1,950,000	1,950,000	0	0
TCM	9,777,000	9,777,000	0	9,839,000	9,842,000	65,000	3,000

Attachment**Compliance with Home and Community-Based Services Waiver Requirements**

	<u>Positions</u>	<u>Monthly Salary</u>	<u>Annual Salary</u>	<u>Annual Salary Cost</u>	<u>Benefit %</u>	<u>Annual Benefit Cost</u>	<u>Operating Expenses (OE) Annually PP</u>	<u>Rent Annually PP</u>	<u>Annual OE Total</u>	<u>Total Annual Salaries & OE (rounded)</u>
Service										
Coordinators	103.1	\$3,512	\$42,144	\$4,345,046	32.2%	\$1,399,105	\$4,248	\$4,200	\$870,989	\$6,600,000
Physicians	9.0	9,443	113,316	1,019,844	29.5%	300,854	7,632	5,388	117,180	1,400,000
Psychologists	13.7	4,824	57,888	793,066	28.4%	225,231	5,688	4,416	138,425	1,200,000
Totals	125.8			\$6,157,956		\$1,925,190			\$1,126,594	\$9,200,000
TOTAL EXPENDITURES:										\$9,200,000

FUNDING:

These positions are eligible for the following reimbursements: Targeted Case Management (TCM) 50% Federal Financial Participation (FFP), Medicaid Administration 75% FFP. The State General Fund (GF) portion is that which is non-FFP.

EXPENDITURES:

	<u>2014-15</u>	<u>2015-16</u>
TOTAL	\$9,200,000	\$9,200,000
General Fund	\$3,950,000	\$3,950,000
GF Match	3,950,000	3,950,000
Reimbursements	\$5,250,000	\$5,250,000
Medicaid Administration	1,950,000	1,950,000
TCM	3,300,000	3,300,000

Increase in Case Managers to Meet Federal Audit Requirements

	Governor's Budget 2014-15	2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
A. Total Number of Budgeted HCBS Waiver-related Client Program Coordinator (CPC)	2,297.68	2,214.65	-83.03	2,308.58	2,309.39	94.74	0.81
B. Case Management Coverage Factor (e.g., immediate coverage for CPC vacancies)a/	7.4%	7.4%	0.0%	7.4%	7.4%	0.0%	0.0%
C. Number of CPC Vacancies Related to HCBS Waiver Consumers (Item A x Item B) ^{b/}	170.03	170.03	0.00	170.83	170.89	0.87	0.06
D. CPC Salary	\$39,606	\$39,606	\$0.00	\$39,606	\$39,606	\$0	\$0.00
E. Total CPC Salary Expenditures (Item C x Item D)	\$6,734,142	\$6,734,142	\$0	\$6,766,088	\$6,768,462	\$34,320	\$2,374
F. Supervising Counselors (at 1:10 CPCs)							
Governor's Budget	170.03 x 1/10 = 17.00						
2014-15	170.03 x 1/10 = 17.00						
2015-16	170.89 x 1/10 = 17.09						
	17.00	17.00	0.00	17.08	17.09	0.09	0.01
G. Supervising Counselor Salary	\$62,784	\$62,784	\$0	\$62,784	\$62,784	\$0	\$0.00
H. Total Supervising Counselor Salary Expenditures (Item F x Item G)	\$1,067,328	\$1,067,328	\$0	\$1,072,351	\$1,072,979	\$0	\$628
I. Secretary II (at 1:6 CPCs and Supervising Counselors)							
Governor's Budget	162.15 + 16.22 = 178.37 x 1/6 = 29.73						
2014-15	162.15 + 16.22 = 178.37						
	178.37 x 1/6 = 29.73						
2015-16	170.89 + 17.09 = 187.98						
	187.98 x 1/6 = 31.33						
	29.73	29.73	0.00	31.32	31.33	1.60	0.01
J. Secretary II Salary	\$28,736	\$28,736	\$0	\$28,736	\$28,736	\$0	\$0
Total Secretary II Salary Expenditures (Item I x Item J)	\$854,321	\$854,321	\$0	\$900,012	\$900,299	\$0	\$287

Increase in Case Managers to Meet Federal Audit Requirements

			Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
K. Fringe Benefits									
CPC's and All Other Staff	23.7%		\$2,051,422	\$2,051,422	\$0	\$2,071,013	\$2,071,792	\$20,370	\$779
			\$2,051,422	\$2,051,422	\$0	\$2,071,013	\$2,071,792	\$20,370	\$779
L. Salary Savings									
CPCs	1.0%		-\$83,301	-\$83,301	0	-\$83,697	-\$83,726	-\$425	-29
All Other Staff	5.5%		-130,739	-130,739	0	-134,190	-134,252	-3,513	-62
			-214,041	-214,041	0	-217,886	-217,978	-3,937	-92
M. Total Personal Services (E + H + J + K + L)			\$10,493,173	\$10,493,173	\$0	\$10,591,578	\$10,595,555	\$50,753	\$3,977
N. Operating Expenses									
Professional Positions	\$3,400		\$635,896	\$635,896	\$0	\$638,911	\$639,149	\$3,253	\$238
Clerical Positions	\$2,400		71,352	71,352	0	75,168	75,192	3,840	24
Rent	\$8,086		1,752,708	1,752,708	0	1,772,734	1,773,380	20,672	646
Total Operating Expenses			\$2,459,956	\$2,459,956	\$0	\$2,486,813	\$2,487,721	\$27,765	\$908
O. Total Costs (Item M + Item N)			\$12,953,129	\$12,953,129	0	\$13,078,391	\$13,083,276	\$130,147	4,885
Rounded			\$12,953,000	\$12,953,000	\$0	\$13,078,000	\$13,083,000	\$130,000	\$5,000
CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:									
Reflects increase in the number of case managers to meet the ratio of 62:1.									
	TOTAL		\$12,953,000	\$12,953,000	\$0	\$13,078,000	\$13,083,000	\$130,000	\$5,000
	General Fund (GF)		\$6,476,000	\$6,476,000	\$0	\$6,539,000	\$6,541,000	\$65,000	\$2,000
	<i>GF Match</i>		6,476,000	6,476,000	0	6,539,000	6,541,000	65,000	2,000
	Reimbursements		\$6,477,000	\$6,477,000	\$0	\$6,539,000	\$6,542,000	\$65,000	3,000
	<i>Targeted Case Management</i>		\$6,477,000	6,477,000	0	\$6,539,000	6,542,000	65,000	3,000

a/ Assume the vacancy percentage related to all CPCs applies to HCBS Waiver-related CPCs.

b/ Need to cover these vacancies to meet the Centers for Medicare & Medicaid compliance audit recommendation.

Projects

DESCRIPTION:

This category of the regional center (RC) operating expenses includes various contracts, programs, and projects as described below:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
ASSUMPTIONS/METHODOLOGY:							
• Information Technology Costs	\$3,667,000	\$3,167,000	-\$500,000	\$2,917,000	\$3,417,000	\$250,000	\$500,000
• RC Application Support	2,567,000	2,067,000	-500,000	1,817,000	2,317,000	250,000	500,000
• Data Processing	1,100,000	1,100,000	0	1,100,000	1,100,000	0	0
100% General Fund (GF)							
• Clients' Rights Advocacy	\$5,992,000	\$5,992,000	\$0	\$6,202,000	\$6,786,000	\$794,000	\$584,000
The Department of Developmental Services (DDS) contracts with Disability Rights California for clients' rights advocacy services for RC consumers. 45% of costs are eligible for HCBS Waiver Administration: 50% GF Match / 50% federal financial participation (FFP).							
• Quality Assessment Contract	\$3,139,000	\$3,383,000	\$244,000	\$3,129,000	\$3,129,000	-\$254,000	\$0
Assembly Bill X4 9, Welfare and Institutions Code 4571 consolidated the Life Quality Assessment and the Movers Study which sunset on June 30, 2009 into one improved quality assurance survey to measure consumer and family satisfaction, provision of services and personal outcomes. 45% of costs are eligible for HCBS Waiver Administration: 50% GF Match / 50% FFP.							

Projects

METHODOLOGY (continued):	Governor's			Governor's		2015-16	
	Budget	Updated	2014-15	Budget	Updated	Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request
<ul style="list-style-type: none"> Direct Support Professional Training <p>WIC Section 4695.2, mandates all direct support service professionals working in licensed community care facilities to complete two 35-hour competency-based training courses or pass challenge tests within the first two years of employment. DDS contracts with the Department of Education which in turn administers the training through the Regional Occupational Centers and Programs. 89% costs are eligible for HCBS Waiver Administration: 50% GF Match / 50% FFP.</p>	\$2,620,000	\$2,672,000	\$52,000	\$2,636,000	\$2,787,000	\$115,000	\$151,000
<ul style="list-style-type: none"> Office of Administrative Hearings <p>Federal law requires DDS to have a process to adjudicate disputes involving Medicaid beneficiaries; both the fair hearing and mediation processes satisfy this requirement. DDS contracts with the Office of Administrative Hearings to: (1) conduct fair hearings to resolve conflicts between RC and their consumers. Section 4700 et seq. of the Lanterman Act provides mediation as a potential option to consumers whose services are proposed to be terminated, reduced, or suspended, and (2) provide mediation services. 45% costs are eligible for HCBS Waiver Administration: 50% GF Match / 50% FFP.</p>	\$2,910,000	\$2,810,000	-\$100,000	\$2,910,000	\$2,910,000	\$100,000	\$0

Projects

METHODOLOGY (continued):	Governor's			Governor's		2015-16	2015-16 Request
	Budget 2014-15	Updated 2014-15	2014-15 Request	Budget 2015-16	Updated 2015-16	Over 2014-15	
<ul style="list-style-type: none"> Wellness Projects WIC Sections 4696 and 4646.5 contain requirements that are fulfilled through the Wellness Initiative. Project priorities are determined annually by a selection committee comprised of legislative staff, advocacy groups, consumers, RC representatives and the Community Services Division within DDS. The types of projects generally fall into the following categories: health professional training programs, medication reviews, health assessments, specialty clinics, telemedicine, resource development for persons with a dual diagnosis, training programs for parents and consumers, and dental health programs and services. (100% GF) 	\$100,000	\$100,000	\$0	\$100,000	\$100,000	\$0	\$0
<ul style="list-style-type: none"> Foster Grandparent/Senior Companion (FG/SC) Through these programs, men and women, 55 years of age and older, devote up to 20 hours a week to help people with developmental disabilities lead more independent and productive lives. CY 2014-15: \$748,000 FG/SC, \$1,465,000 GF BY 2015-16: \$812,000 FG/SC, \$1,706,000 GF 	\$2,110,000	\$2,213,000	\$103,000	\$2,488,000	\$2,518,000	\$305,000	\$30,000
<ul style="list-style-type: none"> Special Incident Reporting/Risk Assessment DDS contracts for the services of an independent specialized risk-assessment and mitigation contractor, possessing a multidisciplinary capacity, to conduct key activities such as data analysis, training, mortality reviews, site reviews, and to provide services related to protecting the health, safety and well-being of consumers. 45% costs are eligible for HCBS Waiver Administration: 50% GF Match / 50% FFP. 	\$873,000	\$873,000	\$0	\$838,000	\$838,000	-\$35,000	\$0

Projects

METHODOLOGY (continued):	Governor's			Governor's		2015-16	2015-16
	Budget 2014-15	Updated 2014-15	2014-15 Request	Budget 2015-16	Updated 2015-16	Over 2014-15	
<ul style="list-style-type: none"> Increased Access to Mental Health Services <ul style="list-style-type: none"> Regional Best Practice Training RC Technical Assistance and Liaison Support <p>100% Mental Health Services Fund (MHSF)</p>	\$740,000	\$740,000	\$0	\$740,000	\$740,000	\$0	\$0
	654,000	654,000	0	740,000	740,000	86,000	0
	86,000	86,000	0	0	0	-86,000	0
<ul style="list-style-type: none"> Sherry S. Court Case <p>In 1981 the Supreme Court ruled In Re Hop that before an adult is admitted to a developmental center, he/she must be afforded due process through a court hearing to determine if such a placement is warranted. Subsequently, in the Sherry S. case, the court ruled that a conservator or parent of an adult has authority to admit that adult through the Hop process. This estimate reflects the RC costs of processing Hop actions for RC consumers. (100% GF)</p>	\$211,000	\$211,000	\$0	\$211,000	\$211,000	\$0	\$0
<ul style="list-style-type: none"> 2003-04 FFP Enhancement, Phase II <p>These costs are associated with legal support for federal program activities. (100% GF)</p>	\$500,000	\$500,000	\$0	\$500,000	\$500,000	\$0	\$0
<ul style="list-style-type: none"> University Enterprises, Inc. <p>DDS contracts with University Enterprises, Inc. for statistical forecasting assistance in estimating RC costs. (100% GF)</p>	\$113,000	\$113,000	\$0	\$113,000	\$113,000	\$0	\$0

Projects

METHODOLOGY (continued):	Governor's			Governor's		2015-16	
	Budget	Updated	2014-15	Budget	Updated	Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request
<ul style="list-style-type: none"> Affordable Housing In 1994, pursuant to the court decision commonly referred to as the Coffelt Settlement Agreement, funds were allocated to create affordable housing for persons with developmental disabilities. Funding was allocated on a per capita basis to four geographic regions throughout California to provide affordable housing to very low-income individuals receiving services from the RC. Annual loan forgiveness for the term of twenty years was stipulated to occur based on each project's compliance with the Standard and Regulatory Agreement. Fiscal review and site monitoring activities are required annually. Technical assistance on additional housing-related issues is obtained through an interagency agreement with the Department of Housing and Community Development as needed. (100% GF) 	\$94,000	\$94,000	\$0	\$94,000	\$94,000	\$0	\$0
<ul style="list-style-type: none"> Review of Senate Bill (SB) 1175 Housing Proposals Pursuant to Chapter 617, Statutes of 2008, (SB 1175), the Developmental Disabilities Account is used as a depository for application fees collected by DDS for conducting the review and approval of housing proposals. 	\$150,000	\$150,000	\$0	\$150,000	\$150,000	\$0	\$0
Developmental Disabilities Services Account (DDSA) 100%.							
<ul style="list-style-type: none"> Extension of Denti-Cal Infrastructure for RC Funded Dental This project allows the RC to use the expertise and Department of Health Care Services (DHCS) system for reviewing treatment plans and approving claims for dental services consistent with the DHCS Denti-Cal program. (100% GF). 	\$247,000	\$747,000	\$500,000	\$732,000	\$232,000	-\$515,000	-\$500,000

Projects

METHODOLOGY (continued):	Governor's	Updated	2014-15	Governor's	Updated	2015-16	2015-16
	Budget			Budget		Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request
<ul style="list-style-type: none"> Homeland Security Grant Program (HSGP) The RC portion of the HSGP award will fund projects at specific RC's that will include such things as equipment, training, and exercise needs to prevent, protect against, respond to, and recover from acts of terrorism and other catastrophic events. (100% Homeland Security Grant) 	\$411,000	\$0	-\$411,000	\$411,000	\$0	\$0	-\$411,000
<ul style="list-style-type: none"> EXPENDITURES 	\$23,877,000	\$23,765,000	-\$112,000	\$24,171,000	\$24,525,000	\$760,000	\$354,000

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflectes updated expenditure data.

Projects

EXPENDITURES:	Governor's			Governor's			2015-16 Over	2015-16 Request
	Budget 2014-15	Updated 2014-15	2014-15 Request	Budget 2015-16	Updated 2015-16	2015-16 Request		
TOTAL	\$23,877,000	\$23,765,000	-\$112,000	\$24,171,000	\$24,525,000	\$760,000		\$354,000
GF	\$17,790,000	\$17,999,000	\$209,000	\$17,941,000	\$18,508,000	\$509,000		\$567,000
GF Match	4,071,000	4,126,000	55,000	4,115,000	4,314,000	188,000		199,000
GF Other	13,719,000	13,873,000	154,000	13,826,000	14,194,000	321,000		368,000
Reimbursements	\$4,484,000	\$4,128,000	-\$356,000	\$4,528,000	\$4,315,000	\$187,000		-\$213,000
HCBS Waiver Administration	4,073,000	4,128,000	55,000	4,117,000	4,315,000	187,000		198,000
HSGP	411,000	0	-411,000	411,000	0	0		-411,000
Developmental Disabilities Services Account	\$150,000	\$150,000	\$0	\$150,000	\$150,000	\$0		\$0
Mental Health Services Fund	\$740,000	\$740,000	\$0	\$740,000	\$740,000	\$0		\$0
Federal Funds	\$713,000	\$748,000	\$35,000	\$812,000	\$812,000	\$64,000		\$0
Foster Grandparent Program	713,000	748,000	35,000	812,000	812,000	64,000		0

Intermediate Care Facility-Developmentally Disabled Administrative Fees

DESCRIPTION:

To realize the federal financial participation (FFP) associated with the Intermediate Care Facility-Developmentally Disabled (ICF-DD), there are administrative costs for Regional Centers (RCs) billing on behalf of the ICF-DD.

ASSUMPTIONS/METHODOLOGY:

Billing costs are 1.5% of the cost of day treatment and transportation.

2014-15: Total billing costs are \$1.7 million for RC administration .

- Purchase of Services (POS) costs for day treatment and transportation for 2013-14 totals \$113.8 million. RC administration costs are 1.5% of the total or \$1.7 million.

2015-16: Total billing costs are \$1.7 million for RC administration.

- POS costs for day treatment and transportation for 2013-14 totals \$113.8 million. RC administration costs are 1.5% of the total or \$1.7 million.

FUNDING:

The Federal Medical Assistance Percentages establishes the FFP for expenditures associated with Operations, which is 50 percent for 2014-15 and 2015-16.

CHANGE FROM PRIOR ESTIMATE AND YEAR-TO-YEAR CHANGE:

Reflects updated POS expenditures for adult day treatment and transportation services for residents of ICF-DD's.

EXPENDITURES:		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
	TOTAL	\$1,678,000	\$1,708,000	\$30,000	\$1,678,000	\$1,708,000	\$0	\$30,000
	General Fund	839,000	854,000	15,000	839,000	854,000	0	15,000
	<i>General Fund Match</i>	839,000	854,000	15,000	839,000	854,000	0	15,000
	Reimbursements	839,000	854,000	15,000	839,000	854,000	0	15,000
	<i>FFP (Quality Assurance Fees)</i>	839,000	854,000	15,000	839,000	854,000	0	15,000

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Community Care Facilities

DESCRIPTION:

Pursuant to Health and Safety Code Section 1502 (a)(1), (4), (5), or (6); Section 1567.50. (a); and Section 1569.2(k), Regional Centers (RCs) contract with vendors of facilities licensed by the Department of Social Services (DSS) to provide 24-hour residential care to children and adults with developmental disabilities who are in need of personal services, supervision, and/or assistance essential for self-protection or sustenance of daily living activities.

ASSUMPTIONS:

- Community Care Facilities (CCF) Consumer and Expenditure Data Source: Purchase of Services (POS) Claims Data file, dated February 1, 2015 with actuals through November 2014. Data were adjusted for lag based on historical data.
- Supplemental Security Income/State Supplementary Program (SSI/SSP) payment is a grant received by persons in CCFs from the Social Security Administration (the "SSI" portion), along with a supplemental payment from the State (the "SSP" portion). For individuals who receive SSI/SSP (an estimated 94.9 percent of persons in CCFs), the RCs fund only the portion of the facility costs that is above the SSI/SSP level of payment (i.e., the "net" costs). Funds for the SSI/SSP grants are in the DSS budget. This factor is incorporated in the CCF estimate.

METHODOLOGY:

- Base:** Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments, was used as the base:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Base: Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments, was used as the base:	\$935,965,000	\$935,965,000	\$0	\$974,207,000	\$997,800,000	\$61,835,000	\$23,593,000
• <i>Updated Costs without CPP/Prior Year Estimate</i>	<i>935,965,000</i>	<i>935,965,000</i>	<i>0</i>	<i>974,207,000</i>	<i>997,800,000</i>	<i>61,835,000</i>	<i>23,593,000</i>
• <i>Lanterman Continuation Costs in 2012-13*</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
• <i>AB 10 Minimum Wage Increase, July 1, 2014 *</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

* Now reflected in Auxiliary Tab

Community Care Facilities

METHODOLOGY (continued):

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Utilization Change/Growth:							
Total Utilization Change/Growth for 2014-15	\$38,242,000	\$61,835,000	\$23,593,000	<i>In Base</i>	<i>In Base</i>	<i>In Base</i>	<i>In Base</i>
Total Utilization Change/Growth for 2015-16				\$39,424,000	\$54,854,000	-\$6,981,000	\$15,430,000
• Caseload Growth							
<i>Estimate for 2014-15</i>	<i>6,442,000</i>	<i>6,791,000</i>	<i>349,000</i>				
<i>Estimate for 2015-16</i>				<i>4,365,000</i>	<i>4,580,000</i>	<i>-2,211,000</i>	<i>215,000</i>
The 2014-15 and 2015-16 utilization change/growth were estimated based upon updated expenditure trends. The estimate reflects interventions for anomalies in the expenditure trends and an increases in average cost per consumer.							
• Average Cost Increase:							
<i>Estimate for 2014-15</i>	<i>31,800,000</i>	<i>55,044,000</i>	<i>23,244,000</i>				
<i>Estimate for 2015-16</i>				<i>35,059,000</i>	<i>50,274,000</i>	<i>-4,770,000</i>	<i>15,215,000</i>
Reflects the costs of consumers needing higher levels of CCF care than in the past and an increase in average cost per consumer.							
• Subtotal Base and Growth	\$974,207,000	\$997,800,000	\$23,593,000	\$1,013,631,000	\$1,052,654,000	\$54,854,000	\$39,023,000
• CPP: See CPP methodology for detail.	\$14,884,000	\$14,884,000	\$0	\$14,123,000	\$14,123,000	-\$761,000	\$0
• SSI/SSP Increases Effective January 1, 2015 The SSI/SSP rate is estimated to increase from \$1,003 to \$1,008, January 2015	-\$3,560,000	-\$3,560,000	\$0	-\$4,274,000	-\$4,274,000	-\$714,000	\$0
• TOTAL EXPENDITURES	\$985,531,000	\$1,009,124,000	\$23,593,000	\$1,023,480,000	\$1,062,503,000	\$53,379,000	\$39,023,000

Community Care Facilities

FUNDING:

CCF expenditures are funded by the General Fund (GF), Home and Community-Based Services (HCBS) Waiver, 1915 (i) State Plan Amendment (SPA), and the Title XX Block Grant, which includes Temporary Assistance to Needy Families (TANF) and Money Follows the Person. Based on actual 2014 calendar year billing data, approximately 81 percent of CCF expenditures are eligible for HCBS Waiver reimbursement. Of the HCBS Waiver and 1915 (i) SPA eligible amount, 50 percent is federal financial participation (FFP). Of the Money Follows the Person eligible amount, 75 percent is FFP. The State GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated expenditure data due to increase in average cost per person.

EXPENDITURES:		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
	TOTAL	\$985,531,000	\$1,009,124,000	\$23,593,000	\$1,023,480,000	\$1,062,503,000	\$53,379,000	\$39,023,000
	GF	\$544,865,000	\$560,537,000	\$15,672,000	\$572,669,000	\$598,830,000	\$38,293,000	\$26,161,000
	<i>GF Match</i>	<i>429,465,000</i>	<i>437,684,000</i>	<i>8,219,000</i>	<i>440,575,000</i>	<i>453,356,000</i>	<i>15,672,000</i>	<i>12,781,000</i>
	<i>GF Other</i>	<i>115,400,000</i>	<i>122,853,000</i>	<i>7,453,000</i>	<i>132,094,000</i>	<i>145,474,000</i>	<i>22,621,000</i>	<i>13,380,000</i>
	Reimbursements	\$440,666,000	\$448,587,000	\$7,921,000	\$450,811,000	\$463,673,000	\$15,086,000	\$12,862,000
	<i>HCBS Waiver</i>	<i>403,963,000</i>	<i>410,375,000</i>	<i>6,412,000</i>	<i>415,072,000</i>	<i>425,823,000</i>	<i>15,448,000</i>	<i>10,751,000</i>
	<i>1915 (i) SPA</i>	<i>25,502,000</i>	<i>27,308,000</i>	<i>1,806,000</i>	<i>25,503,000</i>	<i>27,533,000</i>	<i>225,000</i>	<i>2,030,000</i>
	<i>Title XX TANF</i>	<i>7,448,000</i>	<i>7,136,000</i>	<i>-312,000</i>	<i>7,448,000</i>	<i>7,136,000</i>	<i>0</i>	<i>-312,000</i>
	<i>Money Follows the Person</i>	<i>3,753,000</i>	<i>3,768,000</i>	<i>15,000</i>	<i>2,788,000</i>	<i>3,181,000</i>	<i>-587,000</i>	<i>393,000</i>

Medical Facilities

DESCRIPTION:

Pursuant to the Health and Safety Code, Sections 1250, 1255.6, and 1255.7, among others, the regional centers (RCs) vendor Intermediate Care Facilities (ICFs) and Developmentally Disabled Continuous Nursing Care (DD/CNC) for consumers not eligible for Medi-Cal. The types of Non-Intermediate Care Facilities (Non-ICFs) providing services for Californians with developmental disabilities are: Specialized Residential Facilities (Health) and Nursing Facilities (NF).

ASSUMPTIONS:

ICF/DD

- Assumptions regarding caseload and facility growth for 2014-15 and 2015-16 are based on the 2014 Regional Center Spring Survey.

Non-ICF/DD

- Non-ICF Expenditure Data Source: Purchase of Services (POS) Claims Data file, dated February 1, 2015, with actuals through November 2014. Data were adjusted for lag based on historical data.

METHODOLOGY:

		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Base: Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments was used as the base:		\$19,917,000	\$19,917,000	\$0	\$20,182,000	\$20,182,000	\$265,000	\$0
• Updated Costs without CPP/Prior Year Estimate		19,917,000	19,917,000	0	20,182,000	20,182,000	265,000	0
• Redesign Services for Individuals with Challenging Service Needs		In Trends	In Trends	0	In Trends	In Trends	0	0
• Utilization Change/Growth:		\$265,000	\$265,000	\$0				
Total Utilization Change/Growth for 2014-15	ICF/DD	\$148,000	\$148,000	\$0			In Base	In Base
	Non ICF/DD	\$117,000	\$117,000	\$0	\$439,000	\$439,000	\$174,000	\$0
Total Utilization Change/Growth for 2015-16	ICF/DD				\$148,000	\$148,000	\$0	
	Non ICF/DD				\$291,000	\$291,000	\$0	
• Subtotal Base and Growth		\$20,182,000	\$20,182,000	\$0	\$20,621,000	\$20,621,000	\$439,000	\$0

Medical Facilities**METHODOLOGY (continued):**

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
<ul style="list-style-type: none"> Gap Resource Development (ICF/DD) Gap is the time period between licensure and certification of small health facilities when Medi-Cal does not cover any person's facility costs. In 2014-15 and 2015-16 it is assumed that 3 DD-H facilities will need gap funding for 2 consumers each for not more than 60 days, and 7 DD-N facilities will need gap funding for 2 consumers each for not more than 60 days. 	\$336,000	\$336,000	\$0	\$336,000	\$336,000	\$0	\$0
<ul style="list-style-type: none"> CPP: See CPP methodology for detail. 	\$164,000	\$164,000	\$0	\$155,000	\$155,000	-\$9,000	\$0
<ul style="list-style-type: none"> TOTAL EXPENDITURES 	\$20,682,000	\$20,682,000	\$0	\$21,112,000	\$21,112,000	\$430,000	\$0

FUNDING:

Medical Facility expenditures are funded by the General Fund (GF), other.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

No change from prior estimate.

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$20,682,000	\$20,682,000	\$0	\$21,112,000	\$21,112,000	\$430,000	\$0
GF	20,682,000	20,682,000	0	21,112,000	21,112,000	430,000	0
GF Other	20,682,000	20,682,000	0	21,112,000	21,112,000	430,000	0

Day Programs

DESCRIPTION:

Pursuant to Welfare and Institutions Code (WIC) Section 4648, among others, of the Lanterman Act, regional centers (RCs) contract with vendors to provide services and supports to all qualified RC consumers. Day Program services may be at a fixed location or out in the community.

Types of services available through a Day Program include:

- Developing and maintaining self-help and self-care skills.
- Developing the ability to interact with others, making one's needs known and responding to instructions.
- Developing self-advocacy and employment skills.
- Developing community integration skills such as accessing community services.
- Improving behaviors through behavior management.
- Developing social and recreational skills.

ASSUMPTIONS:

- Day Program Consumer and Expenditure Data Source: Purchase of Services (POS) Claims Data file, dated February 1, 2015 with actuals through November 2014. Data were adjusted for lag based on historical data.

METHODOLOGY:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Base: Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments, was used as the base:	\$870,195,000	\$870,195,000	\$0	\$906,593,000	\$906,593,000	\$36,398,000	\$0
• <i>Updated Costs without CPP/Prior Year Estimate</i>	<i>870,195,000</i>	<i>870,195,000</i>	<i>0</i>	<i>906,593,000</i>	<i>906,593,000</i>	<i>36,398,000</i>	<i>0</i>
• <i>Maximize Utilization of Generic Resources - Education Services</i>	<i>In Trends</i>	<i>In Trends</i>	<i>0</i>	<i>In Trends</i>	<i>In Trends</i>	<i>0</i>	<i>0</i>
• <i>AB 10 Minimum Wage Increase, July 1, 2014 *</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
• <i>Restoration of Early Start Eligibility Criteria, January 1, 2015 *</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

* Now reflected in Auxiliary Tab

Day Programs

METHODOLOGY (continued):

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Utilization Change/Growth:							
• Total Utilization Change/Growth for 2014-15	\$36,398,000	\$36,398,000	\$0			<i>In Base</i>	<i>In Base</i>
• Total Utilization Change/Growth for 2015-16				\$39,545,000	\$39,545,000	\$3,147,000	\$0
• Caseload Growth							
<i>Estimate for 2014-15</i>	34,667,000	34,667,000	0				
<i>Estimate for 2015-16</i>				37,665,000	37,665,000	2,998,000	0
The 2014-15 and 2015-16 utilization change and growth were estimated based upon updated expenditure trends. The estimate reflects interventions for anomalies in the expenditure trends.							
• Average Cost Increase:							
<i>Estimate for 2014-15</i>	1,731,000	1,731,000	0				
<i>Estimate for 2015-16</i>				1,880,000	1,880,000	149,000	0
Reflects the cost of new community-based day programs							
• Subtotal Base and Growth	\$906,593,000	\$906,593,000	\$0	\$946,138,000	\$946,138,000	\$39,545,000	\$0
• CPP: See CPP methodology for detail.	\$3,952,000	\$3,952,000	\$0	\$3,731,000	\$3,731,000	-\$221,000	\$0
• TOTAL EXPENDITURES:	\$910,545,000	\$910,545,000	\$0	\$949,869,000	\$949,869,000	\$39,324,000	\$0

Day Programs

FUNDING:

Day Program expenditures are funded by the General Fund (GF), Intermediate Care Facility-Developmentally Disabled (ICF-DD), Home and Community-Based Services (HCBS) Waiver, 1915(i) SPA, the Title XX Block Grant, which includes Social Services and Temporary Assistance to Needy Families (TANF), and the Early Start Grant. Based on actual 2014 calendar year billing data, approximately 55 percent of Day Program expenditures are eligible for HCBS Waiver reimbursement. Of the HCBS Waiver eligible amount, 1915(i) SPA amount, the ICF-DD amount and EPSDT amount 50 percent is federal financial participation (FFP). The State GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data.

EXPENDITURES:	Governor's			Governor's		2015-16	
	Budget	Updated	2014-15	Budget	Updated	Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request
TOTAL	\$910,545,000	\$910,545,000	\$0	\$949,869,000	\$949,869,000	\$39,324,000	\$0
GF	\$476,765,000	\$476,991,000	\$226,000	\$517,076,000	\$517,248,000	\$40,257,000	\$172,000
GF Match	358,922,000	358,810,000	-112,000	366,811,000	367,036,000	8,226,000	225,000
GF Other	117,843,000	118,181,000	338,000	150,265,000	150,212,000	32,031,000	-53,000
Reimbursements	\$406,781,000	\$406,555,000	-\$226,000	\$414,670,000	\$414,781,000	\$8,226,000	\$111,000
HCBS Waiver	251,212,000	251,212,000	0	258,115,000	258,115,000	6,903,000	0
1915 (i) SPA	41,142,000	40,970,000	-172,000	41,142,000	41,307,000	337,000	165,000
Title XX Social Services	47,812,000	47,696,000	-116,000	47,812,000	47,696,000	0	-116,000
Title XX TANF	46,000	48,000	2,000	46,000	48,000	0	2,000
ICF-DD	41,281,000	41,341,000	60,000	41,281,000	41,341,000	0	60,000
EPSDT	25,288,000	25,288,000	0	26,274,000	26,274,000	986,000	0
Federal Funds	\$26,999,000	\$26,999,000	\$0	\$18,123,000	\$17,840,000	-\$9,159,000	-\$283,000
Early Start Grant	26,999,000	26,999,000	0	18,123,000	17,840,000	-9,159,000	-283,000

DESCRIPTION:

Types of Services available through Habilitation include:

WAP is provided, for the most part, in a sheltered setting. Services can include work experiences in integrated group settings within the community.

SEP provides opportunities for persons with developmental disabilities to work, through integrated settings (individual or group) and with support services provided by community rehabilitation programs. These services enable consumers to learn necessary job skills and maintain employment.

ASSUMPTIONS:

- **Habilitation Expenditure Data Source:** Purchase of Services (POS) Claims Data file, dated February 1, 2015 with actuals through November 2014. Data were adjusted for lag based on historical data.

METHODOLOGY:

METHODOLOGY:	Governor's			Governor's		2015-16	
	Budget	Updated	2014-15	Budget	Updated	Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request
<ul style="list-style-type: none"> Base: Actual 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments was used as the base: <ul style="list-style-type: none"> Updated Costs without CPP/Prior Year Estimate Maximize Utilization of Generic Resources - Education Services AB 10 Minimum Wage Increase, July 1, 2014 * 	\$149,312,000	\$149,312,000	\$0	\$148,763,000	\$150,504,000	\$1,192,000	\$1,741,000
	149,312,000	149,312,000	0	148,763,000	150,504,000	1,192,000	1,741,000
	In Trends	In Trends	0	In Trends	In Trends	0	0
	0	0	0	0	0	0	0
<ul style="list-style-type: none"> Utilization Change/Growth: <ul style="list-style-type: none"> Total Utilization Change/Growth for 2014-15 Total Utilization Change/Growth for 2015-16 	-\$549,000	\$1,192,000	\$1,741,000			In Base	In Base
				-\$896,000	-\$1,430,000	-\$2,622,000	-\$534,000
The 2014-15 and 2015-16 utilization change/growth were estimated based upon updated expenditure trends. The estimate reflects interventions for anomalies in the expenditure trends							
<ul style="list-style-type: none"> Subtotal Base and Growth 	\$148,763,000	\$150,504,000	\$1,741,000	\$147,867,000	\$149,074,000	-\$1,430,000	\$1,207,000
<ul style="list-style-type: none"> CPP: See CPP methodology for detail. 	\$176,000	\$176,000	\$0	\$166,000	\$166,000	-\$10,000	\$0
<ul style="list-style-type: none"> TOTAL EXPENDITURES 	\$148,939,000	\$150,680,000	\$1,741,000	\$148,033,000	\$149,240,000	-\$1,440,000	\$1,207,000

* Now reflected in Auxiliary Tab

Habilitation**FUNDING:**

Habilitation Services expenditures are funded by the General Fund (GF), Home and Community-Based Services Waiver (HCBS) and the 1915(i) State Plan Amendment. Based on actual 2014 calendar year billing data, approximately 60 percent, 37 percent, and 22 percent of WAP, SEP Group, and SEP Individual Placement expenditures, respectively, are eligible for the HCBS Waiver reimbursement. Of the HCBS Waiver and 1915(i) eligible amount, 50 percent is federal financial participation (FFP). The State GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data.

		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
EXPENDITURES:								
	TOTAL	\$148,939,000	\$150,680,000	\$1,741,000	\$148,033,000	\$149,240,000	-\$1,440,000	\$1,207,000
	GF	\$92,132,000	\$94,089,000	\$1,957,000	\$90,284,000	\$91,222,000	-\$2,867,000	\$938,000
	<i>GF Match</i>	56,806,000	56,590,000	-216,000	57,750,000	58,018,000	1,428,000	268,000
	<i>GF Other</i>	35,326,000	37,499,000	2,173,000	32,534,000	33,204,000	-4,295,000	670,000
	Reimbursements	\$56,807,000	\$56,591,000	-\$216,000	\$57,749,000	\$58,018,000	\$1,427,000	\$269,000
	<i>HCBS Waiver</i>	34,358,000	34,492,000	134,000	35,301,000	35,737,000	1,245,000	436,000
	<i>1915 (i) SPA</i>	22,449,000	22,099,000	-350,000	22,448,000	22,281,000	182,000	-167,000

Transportation

DESCRIPTION:

Pursuant to Welfare and Institutions Code (WIC), Sections 4501, 4502, 4512, and 4646, (Lanterman Act), regional centers (RC) contract with vendors to provide services and supports to all qualifying regional center consumers. Transportation services are provided so persons with a developmental disability may participate in programs and/or other activities identified in their Individual Program Plan. A variety of sources may be used to provide transportation including: public transit and other providers: specialized transportation companies; day programs and/or residential vendors; and family members, friends, and others. Transportation services may include help in boarding and exiting a vehicle as well as assistance and monitoring while being transported.

ASSUMPTIONS:

- Transportation Expenditure Data Source: Purchase of Services (POS) Claims Data file, dated February 1, 2015, with actuals through November 2014. Data were adjusted for lag based on historical data.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
METHODOLOGY:							
<ul style="list-style-type: none"> Base: Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments was used as the base: <ul style="list-style-type: none"> Updated Costs without CPP/Prior Year Estimate Maximize Utilization of Generic Resources - Education Services AB 10 Minimum Wage Increase (July 1, 2014) * 	\$250,524,000	\$250,524,000	\$0	\$263,310,000	\$267,386,000	\$16,862,000	\$4,076,000
	250,524,000	250,524,000	0	263,310,000	267,386,000	16,862,000	4,076,000
	In Trends	In Trends	0	In Trends	In Trends	0	0
	0	0	0	0	0	0	0
<ul style="list-style-type: none"> Utilization Change/Growth: <ul style="list-style-type: none"> Total Utilization Change/Growth for 2014-15 Total Utilization Change/Growth for 2015-16 <p>The 2014-15 and 2015-16 utilization change/growth were estimated based upon updated expenditure trends. The estimate reflects interventions for anomalies in the expenditure trends.</p>	\$12,786,000	\$16,862,000	\$4,076,000	\$13,484,000	\$17,620,000	In Base \$758,000	In Base \$4,136,000
<ul style="list-style-type: none"> Subtotal Base and Growth 	\$263,310,000	\$267,386,000	\$4,076,000	\$276,794,000	\$285,006,000	\$17,620,000	\$8,212,000
<ul style="list-style-type: none"> CPP: See CPP methodology for detail. 	\$745,000	\$745,000	\$0	\$704,000	\$704,000	-\$41,000	\$0
<ul style="list-style-type: none"> TOTAL EXPENDITURES 	\$264,055,000	\$268,131,000	\$4,076,000	\$277,498,000	\$285,710,000	\$17,579,000	\$8,212,000

* Now reflected in Auxiliary Tab

Transportation

FUNDING:

Transportation expenditures are funded by the General Fund (GF), Home and Community-Based Services (HCBS) Waiver, 1915(i) State Plan Amendment (SPA), the Title XX Block Grant, which includes Social Services and Temporary Assistance for Needy Families (TANF) and Intermediate Care Facility - Developmentally Disabled (ICF-DD). Based on actual 2014 calendar year billing data, approximately 63 percent of Transportation expenditures are eligible for HCBS Waiver reimbursement. Of the HCBS Waiver, 1915(i) and ICF-DD eligible amount 50 percent is federal financial participation (FFP). The State GF Other portion is that which is non FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
EXPENDITURES:							
TOTAL	\$264,055,000	\$268,131,000	\$4,076,000	\$277,498,000	\$285,710,000	\$17,579,000	\$8,212,000
GF	\$145,465,000	\$148,165,000	\$2,700,000	\$156,632,000	\$162,637,000	\$14,472,000	\$6,005,000
GF Match	110,195,000	111,595,000	1,400,000	112,473,000	114,706,000	3,111,000	2,233,000
GF Other	35,270,000	36,570,000	1,300,000	44,159,000	47,931,000	11,361,000	3,772,000
Reimbursements	\$118,590,000	\$119,966,000	\$1,376,000	\$120,866,000	\$123,073,000	\$3,107,000	\$2,207,000
HCBS Waiver	82,811,000	83,136,000	325,000	85,087,000	86,138,000	3,002,000	1,051,000
1915 (i) SPA	12,719,000	12,880,000	161,000	12,719,000	12,985,000	105,000	266,000
Title XX Social Services	7,301,000	7,325,000	24,000	7,301,000	7,325,000	0	24,000
Title XX TANF	1,093,000	1,044,000	-49,000	1,093,000	1,044,000	0	-49,000
ICF-DD	14,666,000	15,581,000	915,000	14,666,000	15,581,000	0	915,000

Support Services

DESCRIPTION:

Pursuant to Welfare and Institution Code (WIC) Section 4648, among others, of the Lanterman Act, regional centers (RC) contract with vendors to provide services and supports to all qualifying RC consumers. Support Services include a broad range of services to adults who choose to live in homes they themselves own or lease in the community. Included in the Support Services expenditures are Independent Living Supplement (ILS) payments to adults who are in supported/independent living (SL/IL) settings and receiving Supplementary Security Income/State Supplementary Portion (SSI/SSP) grant payments. RC's supplement the reduction in the SSP portion of the SSI/SSP grant to assure that consumers will be able to remain in these settings instead of having to move into community care facilities.

ASSUMPTIONS:

Support Services Expenditure Data Source: Purchase of Services (POS) Claims Data file, dated February 1, 2015 with actuals through November 2014. Data were adjusted for lag based on historical data.

METHODOLOGY:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Base: Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16 the prior-year estimate, with the following adjustments, was used as the base:	\$868,235,000	\$868,235,000	\$0	\$923,014,000	\$939,929,000	\$71,694,000	\$16,915,000
• Updated Costs without CPP/Prior Year Estimate	865,293,000	865,293,000	0	920,072,000	936,987,000	71,694,000	16,915,000
• Co-Payments and Deductibles	2,942,000	2,942,000	0	2,942,000	2,942,000	0	0
• Redesign Supported Living Assessments	In Trends	In Trends	0	In Trends	In Trends	0	In Trends
• Coverage for Behavioral Health Treatment, SB 946, Statutes of 2012	In Trends	In Trends	0	In Trends	In Trends	0	In Trends
• AB 10 Minimum Wage Increase, July 1, 2014 *	0	0	0	0	0	0	0
• Federal Labor Overtime Regulations, January 1, 2015 *	0	0	0	0	0	0	0
• Restoration of Early Start Eligibility Criteria, January 1, 2015 *	0	0	0	0	0	0	0

* Now reflected in Auxiliary Tab

Support Services

METHODOLOGY (continued):

METHODOLOGY (continued):

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Support Services

FUNDING:

Support Services expenditures are funded by the General Fund (GF), Home and Community-Based Services (HCBS) Waiver, the Title XX Block Grant, which includes Social Services and Temporary Assistance to Needy Families (TANF), 1915(i) State Plan Amendment (SPA), and the Early Start Grant. Based on actual 2014 calendar year billing data, approximately 73 percent of Support Services expenditures are eligible for HCBS Waiver reimbursement. Of the HCBS Waiver eligible amount, 50 percent is federal financial participation (FFP). The State GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data.

EXPENDITURES:	Governor's			Governor's		2015-16	2015-16
	Budget 2014-15	Updated 2014-15	2014-15 Request	Budget 2015-16	Updated 2015-16	Over 2014-15	
TOTAL	\$927,289,000	\$944,077,000	\$16,788,000	\$987,588,000	\$1,021,288,000	\$77,211,000	\$33,700,000
GF	\$482,892,000	\$494,020,000	\$11,128,000	\$534,338,000	\$559,951,000	\$65,931,000	\$25,613,000
GF Match	371,619,000	376,994,000	5,375,000	380,716,000	388,527,000	11,533,000	7,811,000
GF Other	111,273,000	117,026,000	5,753,000	153,622,000	171,424,000	54,398,000	17,802,000
Reimbursements	\$443,642,000	\$449,302,000	\$5,660,000	\$452,738,000	\$460,833,000	\$11,531,000	\$8,095,000
HCBS Waiver	330,928,000	334,737,000	3,809,000	340,024,000	345,921,000	11,184,000	5,897,000
1915 (i) SPA	40,692,000	42,259,000	1,567,000	40,692,000	42,606,000	347,000	1,914,000
Title XX Social Services	57,895,000	57,895,000	0	57,895,000	57,895,000	0	0
Title XX TANF	14,127,000	14,411,000	284,000	14,127,000	14,411,000	0	284,000
Federal Funds	\$755,000	\$755,000	\$0	\$512,000	\$504,000	-\$251,000	-\$8,000
Early Start Grant	755,000	755,000	0	512,000	504,000	-251,000	-8,000

In Home Respite

DESCRIPTION:

Pursuant to Welfare and Institutions Code (WIC) Section 4648, among others, of the Lanterman Act, regional centers (RC) contract with vendors to provide services and supports to all qualifying RC consumers. In-Home Respite includes those services that are intermittent or regularly scheduled temporary non-medical care and/or supervision services provided in the consumer's home, except for the provision of incidental medical services as expressly allowed in statute.

ASSUMPTIONS:

- In-Home Respite Expenditure Data Source: Purchase of Services (POS) Claims Data file, dated February 01, 2015, with actuals through November 2014. Data were adjusted for lag based on historical data.

METHODOLOGY:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
<ul style="list-style-type: none"> Base: Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments, was used as the base: <ul style="list-style-type: none"> Updated Costs without CPP/Prior Year Estimate Co-Payments and Deductibles AB 10 Minimum Wage Increase, July 1, 2014 * Restoration of Early Start Eligibility Criteria, January 1, 2015 * Federal Labor Overtime Regulations, January 1, 2015 * 	\$221,343,000	\$221,343,000	\$0	\$238,956,000	\$242,820,000	\$21,477,000	\$3,864,000
<ul style="list-style-type: none"> Updated Costs without CPP/Prior Year Estimate 	221,256,000	221,256,000	0	238,869,000	242,733,000	21,477,000	3,864,000
<ul style="list-style-type: none"> Co-Payments and Deductibles 	87,000	87,000	0	87,000	87,000	0	0
<ul style="list-style-type: none"> AB 10 Minimum Wage Increase, July 1, 2014 * 	0	0	0	0	0	0	0
<ul style="list-style-type: none"> Restoration of Early Start Eligibility Criteria, January 1, 2015 * 	0	0	0	0	0	0	0
<ul style="list-style-type: none"> Federal Labor Overtime Regulations, January 1, 2015 * 	0	0	0	0	0	0	0
<ul style="list-style-type: none"> Utilization Change/Growth: <ul style="list-style-type: none"> Total Utilization Change/Growth for 2014-15 Total Utilization Change/Growth for 2015-16 	\$17,613,000	\$21,477,000	\$3,864,000			<i>In Base</i>	<i>In Base</i>
<ul style="list-style-type: none"> The 2014-15 and 2015-16 utilization change and growth were estimated based upon updated expenditure trends. The estimate reflects interventions for anomalies in the expenditure trends. 				\$16,700,000	\$20,656,000	-\$821,000	\$3,956,000
<ul style="list-style-type: none"> Subtotal Base and Growth 	\$238,956,000	\$242,820,000	\$3,864,000	\$255,656,000	\$263,476,000	\$20,656,000	\$7,820,000
<ul style="list-style-type: none"> CPP: See CPP methodology for detail. 	\$24,000	\$24,000	\$0	\$23,000	\$23,000	-\$1,000	\$0
<ul style="list-style-type: none"> TOTAL EXPENDITURES: 	\$238,980,000	\$242,844,000	\$3,864,000	\$255,679,000	\$263,499,000	\$20,655,000	\$7,820,000

* Now reflected in Auxiliary Tab

In Home Respite

FUNDING:

In Home Respite expenditures are funded by the General Fund (GF), Home and Community-Based Services (HCBS) Waiver, the Title XX Block Grant, which includes Social Services and Temporary Assistance for Needy Families (TANF), 1915(i) State Plan Amendment (SPA), and the Early Start Grant. Based on actual 2014 calendar year billing data, approximately 74 percent In-Home Respite expenditures are eligible for HCBS Waiver reimbursement. Of the HCBS Waiver and 1915 (i) SPA eligible amount, 50 percent is federal financial participation (FFP). The State GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data

EXPENDITURES:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$238,980,000	\$242,844,000	\$3,864,000	\$255,679,000	\$263,499,000	\$20,655,000	\$7,820,000
GF	\$112,816,000	\$115,990,000	\$3,174,000	\$127,310,000	\$133,630,000	\$17,640,000	\$6,320,000
GF Match	92,908,000	93,436,000	528,000	95,198,000	96,541,000	3,105,000	1,343,000
GF Other	19,908,000	22,554,000	2,646,000	32,112,000	37,089,000	14,535,000	4,977,000
Reimbursements	\$125,896,000	\$126,586,000	\$690,000	\$128,187,000	\$129,690,000	\$3,104,000	\$1,503,000
HCBS Waiver	83,412,000	83,738,000	326,000	85,704,000	86,763,000	3,025,000	1,059,000
1915 (i) SPA	9,494,000	9,698,000	204,000	9,493,000	9,777,000	79,000	284,000
Title XX Social Services	18,706,000	18,770,000	64,000	18,706,000	18,770,000	0	64,000
Title XX TANF	14,284,000	14,380,000	96,000	14,284,000	14,380,000	0	96,000
Federal Funds	\$268,000	\$268,000	\$0	\$182,000	\$179,000	-\$89,000	-\$3,000
Early Start Grant	268,000	268,000	0	182,000	179,000	-89,000	-3,000

Out of Home Respite

DESCRIPTION:

Pursuant to Welfare and Institution Code (WIC) Section 4648, among others, of the Lanterman Act, regional centers (RC) contract with vendors to provide services and supports to all qualifying RC consumers. Out-of-Home Respite includes supervision services that are provided in licensed residential and day care facilities.

ASSUMPTIONS:

- Out-of-Home Respite Expenditure Data Source: Purchase of Services (POS) Claims Data file, dated February 1, 2015, with actuals through November 2014. Data were adjusted for lag based on historical data.

METHODOLOGY:

- Base:** Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments, was used as the base:

- Updated Costs without CPP/Prior Year Estimate
- AB 10 Minimum Wage Increase, July 1, 2014 *
- Restoration of Early Start Eligibility Criteria, January 1, 2015 *

- Utilization Change/Growth:**

- Total Utilization Change/Growth for 2014-15
- Total Utilization Change/Growth for 2015-16

The 2014-15 and 2015-16 utilization change and growth were estimated based upon updated expenditure trends. The estimate reflects interventions for anomalies in the expenditure trends.

- Subtotal Base and Growth**
- CPP:** See CPP methodology for detail.

- TOTAL EXPENDITURES:**

Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
\$40,230,000	\$40,230,000	\$0	\$39,318,000	\$39,318,000	-\$912,000	\$0
40,230,000	40,230,000	0	39,318,000	39,318,000	-912,000	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
-\$912,000	-\$912,000	\$0			<i>In Base</i>	<i>In Base</i>
			\$815,000	\$815,000	\$1,727,000	\$0
\$39,318,000	\$39,318,000	\$0	\$40,133,000	\$40,133,000	\$815,000	\$0
\$76,000	\$76,000	\$0	\$73,000	\$73,000	-\$3,000	\$0
\$39,394,000	\$39,394,000	\$0	\$40,206,000	\$40,206,000	\$812,000	\$0

* Now reflected in Auxiliary Tab

Out of Home Respite

FUNDING:

Out-of-Home Respite expenditures are funded by the General Fund (GF), Home and Community-Based Services (HCBS) Waiver, the Title XX Block Grant, which includes Social Services and Temporary Assistance for Needy Families (TANF), 1915(i) State Plan Amendment (SPA), and the Early Start Grant. Based on actual 2014 calendar year billing data, approximately 65 percent Out-of-Home Respite expenditures are eligible for HCBS Waiver reimbursement. Of the HCBS Waiver and 1915 (i) SPA eligible amount, 50 percent is federal financial participation (FFP). The State GF other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data

		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Budget
EXPENDITURES:								
	TOTAL	\$39,394,000	\$39,394,000	\$0	\$40,206,000	\$40,206,000	\$812,000	\$0
	GF	\$19,127,000	\$19,035,000	-\$92,000	\$19,627,000	\$19,526,000	\$491,000	-\$101,000
	<i>GF Match</i>	14,575,000	14,798,000	223,000	14,948,000	15,181,000	383,000	233,000
	<i>GF Other</i>	4,552,000	4,237,000	-315,000	4,679,000	4,345,000	108,000	-334,000
	Reimbursements	\$20,078,000	\$20,170,000	\$92,000	\$20,451,000	\$20,554,000	\$384,000	\$103,000
	<i>HCBS Waiver</i>	13,567,000	13,567,000	0	13,940,000	13,940,000	373,000	0
	<i>1915 (i) SPA</i>	1,009,000	1,231,000	222,000	1,009,000	1,242,000	11,000	233,000
	<i>Title XX Social Services</i>	1,451,000	1,435,000	-16,000	1,451,000	1,435,000	0	-16,000
	<i>Title XX TANF</i>	4,051,000	3,937,000	-114,000	4,051,000	3,937,000	0	-114,000
	Federal Funds	\$189,000	\$189,000	\$0	\$128,000	\$126,000	-\$63,000	-\$2,000
	<i>Early Start Grant</i>	189,000	189,000	0	128,000	126,000	-63,000	-2,000

Health Care

DESCRIPTION:

Pursuant to Welfare and Institutions Code (WIC) Sections 4646 and 4648, among others, of the Lanterman Act, regional centers (RC) contract with vendors to provide services and supports to all qualifying RC consumers. Health Care services include those that are medical/health care-related.

ASSUMPTIONS:

Health Care Expenditure Data Source: Purchase of Services (POS) Claims Data file dated February 1, 2015 with actuals through November 2014. Data were adjusted for lag based on historical data.

METHODOLOGY:	Governor's			Governor's			2015-16	
	Budget	Updated	2014-15	Budget	Updated	Over	2015-16	
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request	
<ul style="list-style-type: none">• Base: Actual 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments was used as the base:	\$86,912,000	\$86,912,000	\$0	\$94,816,000	\$107,185,000	\$20,273,000		\$12,369,000
<ul style="list-style-type: none">• Updated Costs without CPP/Prior Year Estimate	90,017,000	90,017,000	0	97,920,000	110,289,000	20,272,000		12,369,000
<ul style="list-style-type: none">• Medi-Cal Hard Cap on Hearing Aids, November 2012	355,000	355,000	0	355,000	355,000	0		0
<ul style="list-style-type: none">• Restoration of Adult Dental as Medi-Cal Benefit, May 2014	-756,000	-756,000	0	-756,000	-756,000	0		0
<ul style="list-style-type: none">• Redesign Services for Individuals with Challenging Needs	-1,814,000	-1,814,000	0	-1,813,000	-1,813,000	1,000		0
<ul style="list-style-type: none">• Co-Payments and Deductibles	610,000	610,000	0	610,000	610,000	0		0
<ul style="list-style-type: none">• Restoration of Enteral Nutrition as Medi-Cal Benefit, May 2014	-1,500,000	-1,500,000	0	-1,500,000	-1,500,000	0		0
<ul style="list-style-type: none">• Restoration of Early Start Eligibility Criteria, January 1, 2015 *	0	0	0	0	0	0		0
<ul style="list-style-type: none">• Utilization Change/Growth:								
<ul style="list-style-type: none">• Total Utilization Change/Growth for 2014-15	\$7,903,000	\$20,273,000	\$12,370,000			<i>In Base</i>		<i>In Base</i>
<ul style="list-style-type: none">• Total Utilization Change/Growth for 2015-16				\$6,833,000	\$9,916,000	-\$10,357,000		\$3,083,000
The utilization change and growth were estimated based upon updated expenditure trends. The estimate reflects interventions for anomalies in the expenditure trends.								
<ul style="list-style-type: none">• Subtotal Base and Growth	\$94,815,000	\$107,185,000	\$12,370,000	\$101,649,000		\$9,916,000		\$15,452,000
<ul style="list-style-type: none">• CPP: See CPP methodology for detail.	\$671,000	\$671,000	\$0	\$633,000	\$633,000	-\$38,000		\$0
<ul style="list-style-type: none">• TOTAL EXPENDITURES	\$95,486,000	\$107,856,000	\$12,370,000	\$102,282,000	\$117,734,000	\$9,878,000		\$15,452,000

* Now reflected in Auxiliary tab

Health Care

FUNDING:

Health Care expenditures are funded by the General Fund, Home and Community-Based Services (HCBS) Waiver, the Title XX Block Grant, which includes Temporary Assistance for Needy Families (TANF), 1915(i) State Plan Amendment, and the Early Start Grant. Based on actual 2014 calendar year billing data, approximately 22 percent of Health Care expenditures are eligible for HCBS Waiver reimbursement. Of the HCBS Waiver and 1915(i) SPA eligible amount, 50 percent is federal financial participation (FFP). The State GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects increased population and expenditure date.

		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
EXPENDITURES:								
	TOTAL	\$95,486,000	\$107,856,000	\$12,370,000	\$102,282,000	\$117,734,000	\$9,878,000	\$15,452,000
	GF	\$75,333,000	\$87,991,000	\$12,658,000	\$83,190,000	\$98,849,000	\$10,858,000	\$15,659,000
	<i>GF Match</i>	14,745,000	14,527,000	-218,000	15,013,000	14,919,000	392,000	-94,000
	<i>GF Other</i>	60,588,000	73,464,000	12,876,000	68,177,000	83,930,000	10,466,000	15,753,000
	Reimbursements	\$16,015,000	\$15,727,000	-\$288,000	\$16,284,000	\$16,121,000	\$394,000	-\$163,000
	<i>HCBS Waiver</i>	9,780,000	9,818,000	38,000	10,049,000	10,173,000	355,000	124,000
	<i>1915 (i) SPA</i>	4,964,000	4,707,000	-257,000	4,964,000	4,746,000	39,000	-218,000
	<i>Title XX TANF</i>	1,271,000	1,202,000	-69,000	1,271,000	1,202,000	0	-69,000
	Federal Funds	\$4,138,000	\$4,138,000	\$0	\$2,808,000	\$2,764,000	-\$1,374,000	-\$44,000
	<i>Early Start Grant</i>	4,138,000	4,138,000	0	2,808,000	2,764,000	-1,374,000	-44,000

Miscellaneous Services

DESCRIPTION:

Pursuant to Welfare and Institutions Code (WIC) Section 4648, among others, of the Lanterman Act, regional centers (RC) contract with vendors to provide services and supports to all qualifying RC consumers. The Miscellaneous Services category includes a variety of services identified on a consumer's individual program plan or individualized family service plan. Due to the wide variety and often unique qualities of the services in this category, they cannot be classified in the other Purchase of Services (POS) budget categories. Services in this category include, among others: behavior intervention, early intervention programs, interdisciplinary assessments, translators, and tutors.

ASSUMPTIONS:

Miscellaneous Services Expenditure Data Source: Purchase of Services (POS) Claims Data file, dated February 1, 2015 with actuals through November 2014. Data were adjusted for lag based on historical data.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
METHODOLOGY:							
• Base: Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16 the prior-year estimate for base and growth, with the following adjustments, was used as the base:	\$412,950,000	\$412,950,000	\$0	\$419,798,000	\$429,517,000	\$16,567,000	\$9,719,000
• <i>Updated Costs without CPP/Prior Year Estimate</i>	406,724,000	406,724,000	0	413,572,000	423,291,000	16,567,000	9,719,000
• <i>Co-Payments and Deductibles</i>	6,226,000	6,226,000	0	6,226,000	6,226,000	0	0
• <i>Coverage for Behavioral Health Treatment, SB 946, Statutes of 2012</i>	In Trends	In Trends	0	0	0	0	0
• <i>Cost Savings and Efficiencies (Use of Technology)</i>	In Trends	In Trends	0	In Trends	In Trends	0	0
• <i>Restoration of Early Start Eligibility Criteria, January 1, 2015 *</i>	0	0	0	0	0	0	0
• Utilization Change/Growth:							
• Total Utilization Change/Growth for 2014-15	\$6,848,000	\$16,567,000	\$9,719,000			In Base	In Base
• Total Utilization Change/Growth for 2015-16				-\$1,046,000	\$1,983,000	-\$14,584,000	\$3,029,000
The 2014-15 and 2015-16 utilization change/growth were estimated based upon updated expenditure trends. The estimate reflects interventions for anomalies in the expenditure trends.							
• Subtotal Base and Growth	\$419,798,000	\$429,517,000	\$9,719,000	\$418,752,000	\$431,500,000	\$1,983,000	\$12,748,000
• Total CPP	\$41,953,000	\$41,953,000	\$0	\$29,203,000	\$29,203,000	-\$12,750,000	\$0
• <i>CPP: See CPP methodology for detail.</i>	\$41,953,000	\$41,953,000	\$0	\$29,203,000	\$29,203,000	-\$12,750,000	\$0
• TOTAL EXPENDITURES	\$461,751,000	\$471,470,000	\$9,719,000	\$447,955,000	\$460,703,000	-\$10,767,000	\$12,748,000

* Now reflected in Auxiliary Tab

Miscellaneous Services

FUNDING:

Miscellaneous Services expenditures are funded by the General Fund (GF), Home and Community-Based Services (HCBS) Waiver, the Title XX Block Grant, which includes Social Services and Temporary Assistance to Needy Families (TANF), 1915(i) State Plan Amendment (SPA), the Early Start Grant and Program Development Funds. Based on actual 2014 calendar year billing data, approximately 38 percent of Miscellaneous Services expenditures are eligible for HCBS Waiver reimbursement. Of the HCBS Waiver and 1915(i) eligible amount, 50 percent is federal financial participation (FFP). The GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated population and expenditure data.

EXPENDITURES:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$461,751,000	\$471,470,000	\$9,719,000	\$447,955,000	\$460,703,000	-\$10,767,000	\$12,748,000
GF	\$305,013,000	\$315,964,000	\$10,951,000	\$293,777,000	\$307,095,000	-\$8,869,000	\$13,318,000
GF Match	98,597,000	98,497,000	-100,000	100,827,000	101,580,000	3,083,000	753,000
GF Other	206,416,000	217,467,000	11,051,000	192,950,000	205,515,000	-11,952,000	12,565,000
Reimbursements	\$137,666,000	\$137,772,000	\$106,000	\$139,896,000	\$140,855,000	\$3,083,000	\$959,000
HCBS Waiver	81,165,000	81,484,000	319,000	83,395,000	84,427,000	2,943,000	1,032,000
1915 (i) SPA	17,431,000	17,012,000	-419,000	17,431,000	17,152,000	140,000	-279,000
Title XX Social Services	3,923,000	3,967,000	44,000	3,923,000	3,967,000	0	44,000
Title XX TANF	35,147,000	35,309,000	162,000	35,147,000	35,309,000	0	162,000
Federal Funds	\$15,001,000	\$15,001,000	\$0	\$10,179,000	\$10,020,000	-\$4,981,000	-\$159,000
Early Start Grant	15,001,000	15,001,000	0	10,179,000	10,020,000	-4,981,000	-159,000
Program Development Fund	\$4,071,000	\$2,733,000	-\$1,338,000	\$4,103,000	\$2,733,000	\$0	-\$1,370,000

Quality Assurance Fees (Intermediate Care Facility-Developmentally Disabled Costs)

DESCRIPTION:

To realize the federal financial participation (FFP) associated with the Intermediate Care Facility-Developmentally Disabled (ICF-DD) State Plan Amendment (SPA), there are administrative costs for the ICF-DD, and Quality Assurance Fees (QAF) the ICF-DD must remit to the Department of Health Care Services (DHCS) for these supplemental payments.

ASSUMPTIONS/METHODOLOGY:

Billing costs are 1.5% of the cost of day treatment, transportation, and regional center administration fees for ICF-DD. QAF are set by DHCS.

2014-15: Total billing costs are \$1.7 million for ICF-DD administration and \$7.5 million for QAF

- POS costs for day treatment and transportation including Regional Center Administration Costs for 2013-14 totals \$113.8 million. ICF-DD administration costs are 1.5% of the total or \$1.7 million. QAF set by DHCS are \$7.5 million. Total administration and QAF=\$9.2 million.

2015-16: Total billing costs are \$1.7 million for ICF-DD administration and \$7.5 million for QAF.

- POS costs for day treatment and transportation including Regional Center Administration Costs for 2013-14 totals \$113.8 million. ICF-DD administration costs are 1.5% of the total or \$1.7 million. QAF set by DHCS are \$7.5 million. Total administration and QAF=\$9.2 million.

FUNDING:

100 percent reimbursement to the Department of Developmental Services transferred from DHCS.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

The estimate reflects updated POS for day treatment and transportation services for residents of ICF-DD's.

EXPENDITURES:		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
	TOTAL	\$9,061,000	\$9,219,000	\$158,000	\$9,061,000	\$9,219,000	\$0	\$158,000
	Reimbursements	9,061,000	9,219,000	158,000	9,061,000	9,219,000	0	158,000
	QAF Admin Fees	4,531,000	4,610,000	79,000	4,531,000	4,610,000	0	79,000
	Transfer from DHCS	4,530,000	4,609,000	79,000	4,530,000	4,609,000	0	79,000

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SECTION E: ESTIMATE METHODOLOGIES (continued)

<i>PREVENTION PROGRAM</i>	E-16
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Prevention Program

DESCRIPTION:

Effective July 1, 2011, regional centers no longer added cases to the Prevention Program and instead refer eligible children to Family Resource Centers (FRCs) for Prevention Resource and Referral Services (PRRS.) Eligible children for PRRS are ages birth through 35 months, who are at substantially greater risk for a developmental disability but who are otherwise ineligible for services through the Early Start Program. Services available through FRCs include information, resources, referrals, and targeted outreach.

ASSUMPTIONS:

The estimate assumes FRCs will provide PRRS for eligible children.

CHANGE FROM PRIOR ESTIMATE & REASON FOR YEAR-TO-YEAR CHANGE:

No change.

EXPENDITURES:		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
	General Fund	\$2,003,000	\$2,003,000	\$0	\$2,003,000	\$2,003,000	\$0	\$0
	Prevention Program	2,003,000	2,003,000	0	2,003,000	2,003,000	0	0

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SECTION E: ESTIMATE METHODOLOGIES (continued)

<i>COMMUNITY PLACEMENT PLAN</i>	E-17.1 to E-17.11
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Community Placement Plan

DESCRIPTION:

The purpose of Community Placement Plan (CPP) funding is to enhance the capacity of the community service delivery system and to reduce reliance on developmental centers (DC), mental health facilities [e.g., Mental Health Rehabilitation Centers (MHRC) and Institutions for Mental Disease (IMD)] ineligible for Federal Financial Participation (FFP), and out-of-state placements. This estimate is based on projected costs and historical experience derived from individualized assessments of community services and supports needs, and reflects what is needed to place an individual from a DC, IMD, MHRC, or out-of-state placement into the community, in addition to deflecting an individual to avoid admission to a DC acute crisis facility, a mental health facility ineligible for FFP, or an out-of-state service. It also reflects costs associated with performing individualized assessments and developing necessary community resources. CPPs are developed through negotiations with each regional center and are based on individualized planning efforts.

This estimate reflects Operations and Purchase of Service (POS) resources needed to:

- Work with the DCs and families in identifying individuals for movement.
- Facilitate transitions to the community from a DC, IMD, MHRC, or out-of-state.
- Deflect the admission of individuals to a DC, MHRCs and IMDs ineligible for FFP, and out of state services.
- Stabilize current community living arrangements.

Regular CPP funding covers these Operations and POS categories:

OPERATIONS:

Personal Services:

- **Resource Development:** Positions needed to develop community living arrangements for consumers moving from DCs, MHRCs and IMDs ineligible for FFP, and out of state services into the community. These positions are critical to developing living arrangements that will safely meet the challenges of people moving into the community.
- **Assessment:** Positions needed to identify the needs of DC residents, in addition to individuals residing in a MHRC and IMDs ineligible for FFP, and in out of state services ready for placement in community living arrangements. Proper comprehensive assessment is critical to safe and successful community placement and should minimize re-admission to a DC and/or unstable and cost-inefficient community placement.
- **Placement:** Positions for placement activities. Individuals who reside in the DCs, at MHRCs, or in out of state services, have, on average, more complex "unique" placement needs that will be addressed by these staff.
- **Crisis Service Teams:** Positions for crisis services which include a behavioral team, a clinical team, an emergency response team, health care coordinators, nursing and oral health care coordinators.

Operating Expenses:

Costs for office space, furniture, computers, travel, training and rent are included.

Community Placement Plan

DESCRIPTION (continued):

PURCHASE OF SERVICES:

- **Start-Up:** These costs are related to development of new facilities/programs and program expansion.
- **Assessment:** Individualized and comprehensive identification of consumer supports and services needed for stabilized community living.
- **Placement:** Funds cost of consumers' move into community settings based on consumer-specific information.
- **Deflection:** Placement POS for residential costs of facilities developed with 2013-14 CPP start-up to deflect admission from a DC. These facilities are developed based on a comprehensive analysis of DC admission data, current trends in needed services specific to the RC, and other local issues.

ASSUMPTIONS:

- Department of Health Care Services approved rates used for:
 - Intermediate Care Facilities/Developmentally Disabled – Nursing Facilities
 - Intermediate Care Facilities/Developmentally Disabled – Habilitation Facilities

METHODOLOGY:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• OPERATIONS TOTAL	\$14,220,000	\$14,220,000	\$0	\$15,265,000	\$15,265,000	\$1,045,000	\$0
• PURCHASE OF SERVICES TOTAL	\$66,637,000	\$66,637,000	\$0	\$52,589,000	\$52,589,000	-\$14,048,000	\$0
• TOTAL EXPENDITURES	\$80,857,000	\$80,857,000	\$0	\$67,854,000	\$67,854,000	-\$13,003,000	\$0

See Pages E-17.4 to E-17.11

FUNDING:

CPP expenditures are funded by the General Fund (GF), Home and Community-Based Services (HCBS) Waiver and Money Follows the Person (MFP) Grant.

Community Placement Plan

EXPENDITURES:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$80,857,000	\$80,857,000	\$0	\$67,854,000	\$67,854,000	-\$13,003,000	\$0
RC Operations	\$14,220,000	\$14,220,000	\$0	\$15,265,000	\$15,265,000	\$1,045,000	\$0
RC Purchase of Services	\$66,637,000	\$66,637,000	\$0	\$52,589,000	\$52,589,000	-\$14,048,000	\$0
Community Care Facilities	14,884,000	18,173,000	3,289,000	17,229,000	17,229,000	-944,000	0
Medical Facilities	164,000	125,000	-39,000	122,000	122,000	-3,000	0
Day Programs	3,952,000	765,000	-3,187,000	722,000	722,000	-43,000	0
Work Activity Program	0	8,000	8,000	8,000	8,000	0	0
Supported Employment Program: Group Placement	176,000	0	-176,000	0	0	0	0
Supported Employment Program: Individual Placement	0	0	0	0	0	0	0
Transportation	745,000	123,000	-622,000	116,000	116,000	-7,000	0
Support Services	3,992,000	4,679,000	687,000	4,420,000	4,420,000	-259,000	0
In-Home Respite	24,000	329,000	305,000	311,000	311,000	-18,000	0
Out-of-Home Respite	76,000	48,000	-28,000	46,000	46,000	-2,000	0
Health Care	671,000	391,000	-280,000	370,000	370,000	-21,000	0
Miscellaneous Services	41,953,000	41,996,000	43,000	29,245,000	29,245,000	-12,751,000	0
FUND SOURCES:							
TOTAL	\$80,857,000	\$80,857,000	\$0	\$67,854,000	\$67,854,000	-13,003,000	0
GF	\$68,614,000	\$73,509,000	\$4,895,000	\$56,664,000	\$56,082,000	-16,845,000	-582,000
GF Match	6,267,000	2,280,000	-3,987,000	5,863,000	5,408,000	3,583,000	-455,000
GF Other	62,347,000	71,229,000	8,882,000	50,801,000	50,674,000	-20,428,000	-127,000
Reimbursements	\$12,243,000	\$7,348,000	-\$4,895,000	\$11,190,000	\$11,772,000	\$3,842,000	582,000
HCBS Waiver	5,172,000	1,316,000	-3,856,000	4,594,000	3,816,000	3,278,000	-778,000
MFP Grant	7,071,000	6,032,000	-1,039,000	6,596,000	7,956,000	564,000	1,360,000

COMMUNITY PLACEMENT PLAN OPERATIONS AND PURCHASE OF SERVICES 2014-15 and 2015-16

	Governor's Budget 2014-15 ^{1/}	Updated 2014-15 ^{1/}	2014-15 Request	Governor's Budget 2015-16 ^{4/}	Updated 2015-16 ^{4/}	2015-16 Over 2014-15	2015-16 Request
I. OPERATIONS	\$14,220,000	\$14,220,000	\$0	\$15,265,000	\$15,265,000	\$1,045,000	\$0
II. PURCHASE OF SERVICES (POS)							
A. Start-Up	\$37,556,000	\$37,556,000	\$0	\$25,436,000 ^{6/}	\$25,436,000 ^{6/}	-\$12,120,000	\$0
B. Assessment ^{5/}	\$3,600,000 1,289 consumers	\$3,600,000 1,289 consumers	\$0 0 consumers	\$3,016,000 1,080 consumers	\$3,016,000 1,080 consumers	-\$584,000 -209 consumers	\$0 0 consumers
C. Placement	\$24,168,000 158 consumers	\$24,168,000 158 ^{2/} consumers	\$0 0 consumers	\$22,824,000 134 consumers	\$22,824,000 168 ^{3/} consumers	-\$1,344,000 10 consumers	\$0 34 consumers
D. Deflection	\$1,313,000 66 consumers	\$1,313,000 66 consumers	\$0 0 consumers	\$1,313,000 66 consumers	\$1,313,000 70 consumers	\$0 4 consumers	\$0 4 consumers
E. SUBTOTAL POS	\$66,637,000	\$66,637,000	\$0	\$52,589,000	\$52,589,000	-\$14,048,000	\$0
III. TOTAL CPP	\$80,857,000	\$80,857,000	\$0	\$67,854,000	\$67,854,000	-\$13,003,000	\$0

^{1/} The 2014-15 Governor's Budget and updated 2014-15 estimate include one-time funding of \$12.6 million (\$0.9 million in Operations and \$11.7 million in Purchase of Services [POS] for start-up) reappropriation from 2011-12 to implement the Developmental Center (DC) Task Force recommendations. The 2015-16 estimate realigns funding between Operations and POS to fund \$1.0 million in ongoing cost for Operations.

^{2/} For 2014-15, of the 158 consumers in placement, 48 are from Lanterman Developmental Center and 110 are from other DCs.

^{3/} For 2015-16, there are 168 consumer placements from all remaining DCs.

^{4/} The 2015-16 Governor's Budget and updated 2015-16 estimate redirect \$1.0 million from POS to Operations to fund ongoing DC Task Force Operations functions and 4.0 positions for support of enhanced behavioral services.

^{5/} Based on an initial and updated assessments.

^{6/} The 2015-16 Governor's Budget and updated 2015-16 POS start-up estimate include a reduction of \$420,000 to redirect funding for ongoing DC Task Force enhanced staffing ratio of 1:45 (\$344,000) and Risk Management Consultant/National Core Indicator Survey projects (\$76,000) (see pages E-2.2 Staffing and E- 4.1 Projects for further information on redirected funding).

COMMUNITY PLACEMENT PLAN

Operations 2014-15

A. STAFFING**1. PERSONAL SERVICES**

- a. Resource Development
Quality Assurance/
- b. Management
- c. Assessment
- d. Placement
- e. Crisis Services Teams
- f. DC Task Force Staffing ^{1/}
 - f(1). Quality Assurance
 - f(2). Resource Developer
 - f(3). Board Certified Behavior Analyst
 - f(4). Nurses to Support Complex Medical Needs

g. Total Personal Services

2. OPERATING EXPENSES

- a. Operating Expenses
- b. Rent
- c. Training, Travel, Consultants

d. Total Operating Expenses

**3. SUBTOTAL STAFFING
(Rounded)****B. Budget Balancing Reduction 2009-10
Reduce CPP Operations****C. Total (A+B)**

Enacted Budget ^{1/}		Updated 2014-15 ^{1/}		2014-15 Request	
Positions	Cost	Positions	Cost	Positions	Cost
55.83	\$4,773,500	55.83	\$4,773,500	0.00	\$0
12.51	1,213,000	12.51	1,213,000	0.00	0
13.88	1,494,000	13.88	1,494,000	0.00	0
59.96	4,824,500	59.96	4,824,500	0.00	0
6.13	1,137,999	6.13	1,137,999	0.00	0
6.00	337,000	6.00	337,000	0.00	0
2.00	168,000	2.00	168,000	0.00	\$0
2.00	140,000	2.00	140,000	0.00	\$0
2.00	131,000	2.00	131,000	0.00	\$0
160.31	14,218,999	160.31	\$14,218,999	0.00	\$0
	\$538,600		\$538,600		\$0
	1,209,255		1,209,255		\$0
	155,000		155,000		\$0
	\$1,902,855		\$1,902,855		\$0
160.31	\$16,121,854	160.31	\$16,121,854	0.00	\$0
	\$16,122,000		\$16,122,000		\$0
	-\$1,902,000		-\$1,902,000		\$0
160.31	\$14,220,000	160.31	\$14,220,000	0.00	\$0

^{1/} The Enacted Budget and updated 2014-15 estimate includes \$0.9 million in reappropriation from 2011-12 to implement the Developmental Center (DC) Task Force recommendations.

COMMUNITY PLACEMENT PLAN

Operations 2015-16

A. STAFFING	Governor's Budget		2015-16 ^{1/}		2015-16 Over Governor's Budget	
	Positions	Cost	Positions	Cost	Positions	Cost
1. PERSONAL SERVICES						
a. Resource Development Quality Assurance/	55.83	\$4,773,500	55.83	\$4,773,500	0.00	\$0
b. Management	12.51	1,213,000	12.51	1,213,000	0.00	0
c. Assessment	13.88	1,494,000	13.88	1,494,000	0.00	0
d. Placement	59.96	4,824,500	59.96	4,824,500	0.00	0
e. Crisis Services Teams	6.13	1,137,999	6.13	1,137,999	0.00	0
f. DC Task Force Staffing ^{1/}						
f(1). Quality Assurance	6.00	505,000	6.00	505,000	0.00	0
f(2). Resource Developer	2.00	168,000	2.00	168,000	0.00	0
f(3). Board Certified Behavior Analyst	6.00	876,000	6.00	876,000	0.00	0
f(4). Nurses to Support Complex Medical Needs	2.00	196,000	2.00	196,000	0.00	0
					0.00	0
g. Total Personal Services	164.31	\$15,187,999	164.31	\$15,187,999	0.00	\$0
2. OPERATING EXPENSES						
a. Operating Expenses		\$551,600		\$551,600		\$0
b. Rent		1,272,255		1,272,255		\$0
c. Training, Travel, Consultants		155,000		155,000		\$0
d. Total Operating Expenses		\$1,978,855		\$1,978,855		\$0
3. SUBTOTAL STAFFING (Rounded)	164.31	\$17,166,854	164.31	\$17,166,854	0.00	\$0
		\$17,167,000		\$17,167,000		\$0
B. Budget Balancing Reduction 2009-10 Reduce CPP Operations		-\$1,902,000		-\$1,902,000		\$0
C. Total (A+B)	164.31	\$15,265,000	164.31	\$15,265,000	0.00	\$0

^{1/} The 2015-16 Governor's Budget and updated 2015-16 estimate redirect \$1.0 million from POS to Operations to fund ongoing DC Task Force Operations functions and 4.0 positions for support of enhanced behavioral services.

Community Placement Plan
Purchase of Services
Summary of Costs by POS Category
2014-15

CPP Activity	# of Consumers	Living Arrangement				Day Programs	Work Activity Program	Supported Employment Program		Transportation	Support Services	In-Home Respite	Out-of-Home Respite	Health Care	Misc.	Total
		Community Care Facilities	Adult Family Home Agencies	Intermediate Care Facilities	Supported Living			Group	Individual							
A. Start-Up a/		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$37,556,000	\$37,556,000
B. Assessment	1,289	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,600,000	\$3,600,000
C. Placement	158	\$16,978,000	\$0	\$125,000	\$2,700,000	\$765,000	\$8,000	\$0	\$0	\$123,000	\$1,861,000	\$329,000	\$48,000	\$391,000	\$840,000	\$24,168,000
D. Deflection b/	66	\$1,195,000	\$0	\$0	\$118,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,313,000
E. 2015 May Revision 2014-15 TOTAL		\$18,173,000	\$0	\$125,000	\$2,818,000	\$765,000	\$8,000	\$0	\$0	\$123,000	\$1,861,000	\$329,000	\$48,000	\$391,000	\$41,996,000	\$66,637,000
F. Governor's Budget 2014-15 Total		\$14,884,000	\$0	\$164,000	\$2,664,000	\$3,952,000	\$0	\$176,000	\$0	\$745,000	\$1,328,000	\$24,000	\$76,000	\$671,000	\$41,953,000	\$66,637,000
G. DIFFERENCE		\$3,289,000	\$0	-\$39,000	\$154,000	-\$3,187,000	\$8,000	-\$176,000	\$0	-\$622,000	\$533,000	\$305,000	-\$28,000	-\$280,000	\$43,000	\$0

a/ Start-Up Cost: This is related to start-up funds needed for new facilities/programs, program expansion, and program continuations, and includes \$11.7 million in reappropriated funds from 2011-12.

b/ A "deflection" is defined as a person who is in a community setting and who is deflected away from placement in a developmental center (DC).

Community Placement Plan
Purchase of Services
Summary of Costs by POS Category
2015-16

CPP Activity	# of Consumers	Living Arrangement				Day Programs	Work Activity Program	Supported Employment Program		Transportation	Support Services	In-Home Respite	Out-of-Home Respite	Health Care	Misc.	Total
		Community Care Facilities	Adult Family Home Agencies	Intermediate Care Facilities	Supported Living			Group	Individual							
A. Start-Up a/		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$25,436,000	\$25,436,000
B. Assessment	1,080	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,016,000	\$3,016,000
C. Placement	168	\$16,034,000	\$0	\$122,000	\$2,550,000	\$722,000	\$8,000	\$0	\$0	\$116,000	\$1,752,000	\$311,000	\$46,000	\$370,000	\$793,000	\$22,824,000
D. Deflection b/	70	\$1,195,000	\$0	\$0	\$118,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,313,000
E. 2015 May Revision TOTAL a/c/		\$17,229,000	\$0	\$122,000	\$2,668,000	\$722,000	\$8,000	\$0	\$0	\$116,000	\$1,752,000	\$311,000	\$46,000	\$370,000	\$29,245,000	\$52,589,000
F. Governor's Budget 2015-16 TOTAL		\$14,123,000	\$0	\$155,000	\$2,523,000	\$3,731,000	\$0	\$166,000	\$0	\$704,000	\$1,255,000	\$23,000	\$73,000	\$633,000	\$29,203,000	\$52,589,000
G. DIFFERENCE		\$3,106,000	\$0	-\$33,000	\$145,000	-\$3,009,000	\$8,000	-\$166,000	\$0	-\$588,000	\$497,000	\$288,000	-\$27,000	-\$263,000	\$42,000	\$0

a/ Start-Up Cost: This is related to start-up funds needed for new facilities/programs, program expansion, and program continuations and includes reduction of \$11.7 million in one-time reappropriated funds from 2011-12.

b/ A "deflection" is defined as a person who is in a community setting and who is deflected away from placement in a developmental center (DC).

c/ Includes redirection of \$1.0 million to Operations to fund ongoing DC Task Force Operations functions and 4.0 positions for support of enhanced behavioral services.

Community Placement Plan
Purchase of Services
Cost and Service Utilization Assumptions for Placements
2014-15

For the 2015 May Revision, Regular CPP costs are assumed to be the following.

Living Arrangement	# of Consumers	% of Total	Consumer Months	Living Arrangement			Day Programs	Work Activity Program	Supported Employment Program		Transportation	Support Services	In-Home Respite	Out-of-Home Respite	Health Care	Misc.	Total
				CCF	Intermediate Care Facilities	Supported Living			Group	Individual							
Regular CPP																	
• Community Care Facilities (CCF)																	
• Residential Facilities	5	3%	166	\$2,319,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$12,000	\$2,331,000
• Specialized Residential Facilities (SRF)	117	74%	734	\$14,659,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$14,659,000
• Intermediate Care Facilities (ICF)	20	12%	43	\$0	\$125,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$125,000
• Supported Living	11	7%	111	\$0	\$0	\$2,700,000	\$765,000	\$8,000	\$0	\$0	\$123,000	\$0	\$0	\$48,000	\$391,000	\$828,000	\$4,863,000
Avg Cost/Consumer Mo						\$2,519	\$714	\$0	\$0	\$0	\$115	\$0	\$0	\$45	\$365	\$773	
• Other (Own Home, etc.)	6	4%	17	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,861,000	\$329,000	\$0	\$0	\$0	\$2,190,000
TOTAL	158	100%	1,072	\$16,978,000	\$125,000	\$2,700,000	\$765,000	\$8,000	\$0	\$0	\$123,000	\$1,861,000	\$329,000	\$48,000	\$391,000	\$840,000	\$24,168,000

Community Placement Plan
Purchase of Services
Cost and Service Utilization Assumptions for Placements
2015-16

For 2015 May Revision, Regular CPP costs are assumed to be the following.

Living Arrangement	# of Consumers	% of Total	Consumer Months	Living Arrangement			Day Programs	Work Activity Program	Supported Employment Program		Transportation	Support Services	In-Home Respite	Out-of-Home Respite	Health Care	Misc.	Total
				CCF	Intermediate Care Facilities	Supported Living			Group	Individual							
Regular CPP																	
• Community Care Facilities (CCF)																	
• Residential Facilities	5	3%	177	\$2,190,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$11,000	\$2,201,000
• Specialized Residential Facilities (SRF)	124	74%	781	\$13,844,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$13,844,000
• Intermediate Care Facilities (ICF)	21	12%	46	\$0	\$122,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$122,000
• Supported Living	12	7%	118	\$0	\$0	\$2,550,000	\$722,000	\$8,000	\$0	\$0	\$116,000	\$0	\$0	\$46,000	\$370,000	\$782,000	\$4,594,000
Avg Cost/Consumer Mo				0		\$2,237	\$6,128				\$985	\$0		\$390	\$3,140	\$6,637	\$19,517
• Other (Own Home, etc.)	6	4%	18	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,752,000	\$311,000	\$0	\$0	\$0	\$2,063,000
TOTAL	168	100%	1,140	\$16,034,000	\$122,000	\$2,550,000	\$722,000	\$8,000	\$0	\$0	\$116,000	\$1,752,000	\$311,000	\$46,000	\$370,000	\$793,000	\$22,824,000

COMMUNITY PLACEMENT PLAN

Lanterman Developmental Center Closure Share of Funds

DESCRIPTION:

With closure of Lanterman Developmental Center (LDC), on December 31, 2014, Community Placement Plan funds previously dedicated to the placement of LDC residents will now be refocused towards the placement of residents from the remaining developmental centers.

	Governor's Budget	Updated 2014-15	2014-15 Request	2015-16	2015-16 over 2014-15	2015-16 Request
I. OPERATIONS*	\$11,192,000	\$11,192,000	\$0	\$0	-\$11,192,000	\$0
II. PURCHASE OF SERVICES (POS)						
A. Start-Up	\$0	\$0	\$0	\$0	\$0	\$0
B. Assessment	\$0	\$0	\$0	\$0	\$0	\$0
C. Placement	\$3,036,000	\$3,036,000	\$0	\$0	-\$3,036,000	\$0
D. Deflection	\$0	\$0	\$0	\$0	\$0	\$0
E. SUBTOTAL POS (A + B + C + D)	\$3,036,000	\$3,036,000	\$0	\$0	-\$3,036,000	\$0
III. TOTAL CPP (I + II)	\$14,228,000	\$14,228,000	\$0	\$0	-\$14,228,000	\$0

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General Fund

DESCRIPTION:

The General Fund (GF) is the main operating fund of the State.

ASSUMPTIONS/METHODOLOGY:

			Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
ASSUMPTIONS/METHODOLOGY:									
● GF Match:			\$1,776,603,000	\$1,779,635,000	\$3,032,000	\$1,855,817,000	\$1,894,323,000	\$114,688,000	\$38,506,000
This portion of GF is required to use as a match to 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 (FFP) costs are established by utilizing the Federal Medical Assistance Program (FMAP) percentages. They are as follows:									
FMAP % of GF Match									
1	Home and Community-Based Services (HCBS) Waiver	50.00%	1,336,651,000	1,338,204,000	1,553,000	1,409,047,000	1,432,621,000	94,417,000	23,574,000
2	HCBS Waiver Administration	50.00%	8,780,000	9,456,000	676,000	8,824,000	9,642,000	186,000	818,000
3	Medicaid Administration	25.00%	3,472,000	3,729,000	257,000	3,472,000	3,729,000	0	257,000
4	Targeted Case Management (TCM)	50.00%	153,118,000	157,874,000	4,756,000	152,965,000	164,166,000	6,292,000	11,201,000
5	TCM Administration	50.00%	4,321,000	4,932,000	611,000	4,321,000	4,932,000	0	611,000
6	Intermediate Care Facility/Developmentally Disabled (ICF-DD)	50.00%	55,945,000	56,921,000	976,000	55,946,000	56,921,000	0	975,000
7	Quality Assurance Fees (Operations portion only) *	50.00%	839,000	854,000	15,000	839,000	854,000	0	15,000
8	1915(i) State Plan Amendment (SPA)	50.00%	186,693,000	180,880,000	-5,813,000	192,860,000	193,592,000	12,712,000	732,000
9	Money Follows the Person Grant (Operations portion only) *	25.00%	1,496,000	1,497,000	1,000	1,269,000	1,592,000	95,000	323,000
10	Early Periodic Screening Diagnosis and Treatment (EPSDT)	50.00%	25,288,000	25,288,000	0	26,274,000	26,274,000	986,000	0
● GF Other:			\$984,785,000	\$1,023,515,000	\$38,730,000	\$1,136,094,000	\$1,310,775,000	\$287,260,000	\$174,681,000
These costs consist of the remainder of total regional center expenditures not included in the GF Match, Reimbursements, Program Development Fund, Developmental Disabilities Services Account, Mental Health Services Fund or Federal Funds.									

* For Quality Assurance Fees, the GF Match for Purchase of Services is in the DHCS Budget. For Money Follows the Person, the GF Match is included in the HCBS Waiver (\$3,768,000 for Updated 2014-15 and \$3,181,000 for Updated 2015-16).

General Fund

FUNDING:

These GF are reflected in the Operations and Purchase of Services sections of the estimate.

CHANGE FROM PRIOR ESTIMATE AND YEAR-TO-YEAR CHANGE:

The expenditures have been updated and reflect the most current available expenditure and reimbursement data.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• TOTAL EXPENDITURES:	\$2,761,388,000	\$2,803,150,000	\$41,762,000	\$2,991,911,000	\$3,205,098,000	\$401,948,000	\$213,187,000
Total General Fund	\$2,761,388,000	\$2,803,150,000	\$41,762,000	\$2,991,911,000	\$3,205,098,000	\$401,948,000	\$213,187,000
GF Match	1,776,603,000	1,779,635,000	3,032,000	1,855,817,000	1,894,323,000	114,688,000	38,506,000
GF Other	984,785,000	1,023,515,000	38,730,000	1,136,094,000	1,310,775,000	287,260,000	174,681,000

Reimbursements
Summary of Reimbursements and General Fund (GF) Match
Fiscal Year 2014-15

REIMBURSEMENTS a/	Governor's Budget 2014-15	May Revision for 2014-15	Difference
A. Home and Community-Based Services (HCBS) Waiver	\$2,673,302,000	\$2,676,409,000	\$3,107,000
1. Reimbursement (from DHCS) = 50%	1,336,651,000	1,338,205,000	1,554,000
2. DDS GF Match = 50% (Purchase of Services)	1,336,651,000	1,338,204,000	1,553,000
B. HCBS Waiver Administration	\$17,561,000	\$18,912,000	\$1,351,000
1. Reimbursement (from DHCS) = 50%	8,781,000	9,456,000	675,000
2. DDS GF Match = 50% (Operations)	8,780,000	9,456,000	676,000
C. Medicaid Administration	\$13,892,000	\$14,921,000	\$1,029,000
1. Reimbursement (from DHCS) = 75%	10,420,000	11,192,000	772,000
2. DDS GF Match = 25% (Operations)	3,472,000	3,729,000	257,000
D. Targeted Case Management (TCM)	\$306,453,000	\$315,749,000	\$9,296,000
1. Reimbursement (from DHCS) = 50%	153,335,000	157,875,000	4,540,000
2. DDS GF Match = CY 50% and BY 50% (Operations)	153,118,000	157,874,000	4,756,000
E. TCM Administration	\$8,642,000	\$9,864,000	\$1,222,000
1. Reimbursement (from DHCS) = 50%	4,321,000	4,932,000	611,000
2. DDS GF Match = 50% (Operations)	4,321,000	4,932,000	611,000
F. Title XX Block Grant	\$214,555,000	\$214,555,000	\$0
1a. Social Services (from DSS) = 100%	137,088,000	137,088,000	0
1b. Temporary Assistance for Needy Families (TANF) (from DSS) = 100%	77,467,000	77,467,000	0
2. DDS GF Match = 0% (Purchase of Services)	0	0	0
G. Intermediate Care Facility-Developmentally Disabled (ICF-DD)	\$111,892,000	\$113,843,000	\$1,951,000
1. Reimbursement (from DHCS) = 50%	55,947,000	56,922,000	975,000
2. DDS GF Match = 50% (Purchase of Services)	55,945,000	56,921,000	976,000
H. Quality Assurance Admin Fees (Transfer from DHCS) ^{b/}	\$10,739,000	\$10,927,000	\$188,000
1a. Operations:	1,678,000	1,708,000	30,000
Reimbursements from DHCS = 50%	839,000	854,000	15,000
DDS GF Match = 50%	839,000	854,000	15,000
1b. Purchase of Services:	9,061,000	9,219,000	158,000
Reimbursements from DHCS = 100%	9,061,000	9,219,000	158,000
DDS GF Match = 0%	0	0	0
I. 1915(i) State Plan Amendment	\$373,387,000	\$361,760,000	-\$11,627,000
1. Reimbursement (from DHCS) = 50%	186,694,000	180,880,000	-5,814,000
2. DDS GF Match = 50% (Purchase of Services)	186,693,000	180,880,000	-5,813,000
J. Money Follows the Person Grant	\$9,763,000	\$9,774,000	\$11,000
1a. Operations:	6,010,000	6,006,000	-4,000
Reimbursements from DHCS = 75%	4,514,000	4,509,000	-5,000
DDS GF Match = 25%	1,496,000	1,497,000	1,000
1b. Purchase of Services:	3,753,000	3,768,000	15,000
Reimbursements from DHCS	3,753,000	3,768,000	15,000
K. Homeland Security Grant	\$411,000	\$0	-\$411,000
1. Reimbursement (from Cal OES) = 100%	411,000	0	-411,000
2. DDS GF Match = 0% (Operations)	0	0	0
L. Race to the Top	\$341,000	\$341,000	\$0
1. Reimbursement (from CDE) = 100%	341,000	341,000	0
2. DDS GF Match = 0% (Other Agency Costs)	0	0	0
M. Early Periodic Screening Diagnosis and Treatment	\$50,576,000	\$50,576,000	\$0
1. Reimbursement (from DHCS) = 50%	25,288,000	25,288,000	0
2. DDS GF Match = 50% (Purchase of Services)	25,288,000	25,288,000	0
N. TOTAL	\$3,791,514,000	\$3,797,631,000	\$6,117,000
1. Reimbursements	\$2,014,911,000	\$2,017,996,000	\$3,085,000
2. Total GF Match	\$1,776,603,000	\$1,779,635,000	\$3,032,000

a/ Reimbursements are funds received via other state agencies.

b/ For Quality Assurance Admin Fees, GF Match is in the DHCS Budget.

DHCS = Department of Health Care Services

DSS = Department of Social Services

CDE = California Department of Education

Cal OES = California Office of Emergency Services

Reimbursements
Summary of Reimbursements and General Fund (GF) Match
Fiscal Year 2015-16

REIMBURSEMENTS a/	Governor's Budget 2015-16	May Revision for 2015-16	Difference
A. Home and Community-Based Services (HCBS) Waiver	\$2,818,094,000	\$2,865,243,000	\$47,149,000
1. Reimbursement (from DHCS) = 50%	1,409,047,000	1,432,622,000	23,575,000
2. DDS GF Match = 50% (Purchase of Services)	1,409,047,000	1,432,621,000	23,574,000
B. HCBS Waiver Administration	\$17,649,000	\$19,285,000	\$1,636,000
1. Reimbursement (from DHCS) = 50%	8,825,000	9,643,000	818,000
2. DDS GF Match = 50% (Operations)	8,824,000	9,642,000	818,000
C. Medicaid Administration	\$13,892,000	\$14,921,000	\$1,029,000
1. Reimbursement (from DHCS) = 75%	10,420,000	11,192,000	772,000
2. DDS GF Match = 25% (Operations)	3,472,000	3,729,000	257,000
D. Targeted Case Management (TCM)	\$306,543,000	\$326,853,000	\$20,310,000
1. Reimbursement (from DHCS) = 50%	153,578,000	162,687,000	9,109,000
2. DDS GF Match = 50% (Operations)	152,965,000	164,166,000	11,201,000
E. TCM Administration	\$8,642,000	\$9,864,000	\$1,222,000
1. Reimbursement (from DHCS) = 50%	4,321,000	4,932,000	611,000
2. DDS GF Match = 50% (Operations)	4,321,000	4,932,000	611,000
F. Title XX Block Grant	\$214,555,000	\$214,555,000	\$0
1a. Social Services (from DSS) = 100%	137,088,000	137,088,000	0
1b. Temporary Assistance for Needy Families (TANF) (from DSS) = 100%	77,467,000	77,467,000	0
2. DDS GF Match = 0% (Purchase of Services)	0	0	0
G. Intermediate Care Facility-Developmentally Disabled (ICF-DD)	\$111,893,000	\$113,843,000	\$1,950,000
1. Reimbursement (from DHCS) = 50%	55,947,000	56,922,000	975,000
2. DDS GF Match = 50% (Purchase of Services)	55,946,000	56,921,000	975,000
H. Quality Assurance Admin Fees (Transfer from DHCS) b/	\$10,739,000	\$10,927,000	\$188,000
1a. Operations:	1,678,000	1,708,000	30,000
Reimbursements from DHCS = 50%	839,000	854,000	15,000
DDS GF Match = 50%	839,000	854,000	15,000
1b. Purchase of Services:	9,061,000	9,219,000	158,000
Reimbursements from DHCS = 100%	9,061,000	9,219,000	158,000
DDS GF Match = 0%	0	0	0
I. 1915(i) State Plan Amendment	\$385,721,000	\$387,184,000	\$1,463,000
1. Reimbursement (from DHCS) = 50%	192,861,000	193,592,000	731,000
2. DDS GF Match = 50% (Purchase of Services)	192,860,000	193,592,000	732,000
J. Money Follows the Person Grant	\$7,887,000	\$9,568,000	\$1,681,000
1a. Operations:	5,099,000	6,387,000	1,288,000
Reimbursements from DHCS = 75%	3,830,000	4,795,000	965,000
DDS GF Match = 25%	1,269,000	1,592,000	323,000
1b. Purchase of Services:	2,788,000	3,181,000	393,000
Reimbursements from DHCS	2,788,000	3,181,000	393,000
K. Homeland Security Grant	\$411,000	\$0	-\$411,000
1. Reimbursement (from Cal OES) = 100%	411,000	0	-411,000
2. DDS GF Match = 0% (Operations)	0	0	0
L. Race to the Top	\$143,000	\$143,000	\$0
1. Reimbursement (from CDE) = 100%	143,000	143,000	0
2. DDS GF Match = 0% (Other Agency Costs)	0	0	0
M. Early Periodic Screening Diagnosis and Treatment	\$52,548,000	\$52,548,000	\$0
1. Reimbursement (from DHCS) = 50%	26,274,000	26,274,000	0
2. DDS GF Match = 50% (Purchase of Services)	26,274,000	26,274,000	0
N. TOTAL	\$3,948,717,000	\$4,024,934,000	\$76,217,000
1. Reimbursements	\$2,092,900,000	\$2,130,611,000	\$37,711,000
2. Total GF Match	\$1,855,817,000	\$1,894,323,000	\$38,506,000

a/ Reimbursements are funds received via other state agencies.

b/ For Quality Assurance Admin Fees, GF Match is in the DHCS Budget.

DHCS = Department of Health Care Services
DSS = Department of Social Services
CDE = California Department of Education
Cal OES = California Office of Emergency Services

Home and Community-Based Services Waiver

DESCRIPTION:

The Home and Community-Based Services (HCBS) Waiver program enables the Department of Developmental Services (DDS) to provide a broad array of HCBS to eligible individuals who, without these services, would require the level of care provided in an intermediate care facility for the developmentally disabled.

KEY DATA/ASSUMPTIONS:

Data Source: Medicaid Waiver Total Billed Dollar Amounts and Client Counts report, dated March 3, 2015 for calendar year 2014

METHODOLOGY:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Base:	\$2,479,078,000	\$2,567,209,000	\$88,131,000	\$2,578,649,000	\$2,590,922,000	\$23,713,000	\$12,273,000
• 2014-15							
Total estimated expenditures based on billing data for the period of January 2014 - December 2014	2,479,078,000	2,567,209,000					
• 2015-16							
Total Estimated prior-year HCBS Waiver Expenditures				2,688,451,000	2,676,409,000		
Less 2014-15 Community Placement Plan (CPP) Placements, Deflections, and Continuation				-22,944,000	-5,595,000		
Less half-year Federal Labor Regulations (January 1, 2015)				-14,815,000	0		
Less AB 10 Minimum Wage Increase (July 1, 2014)				-74,927,000	-58,776,000		
Less Continuation Cost					-12,516,000		
Less On-going CCF and Support Services Costs					-11,484,000		
Plus SSI/SSP RC Savings in Community Care Facilities				2,884,000	2,884,000		
• Annual Growth, New RC Consumers	\$63,381,000	\$18,712,000	-\$44,669,000	\$58,944,000	\$62,964,000	\$44,252,000	\$4,020,000
• 2014-15							
• 2014-15 Annual Growth	25,470,000	8,846,000	-16,624,000				
Add annual growth costs in 2014-15 for 3,713 consumers who will be new to the Regional Center (RC) system and added to the HCBS Waiver with \$1,300 monthly cost per consumer phased-in.							
• 2014-15 Annual Growth Continuation for RC Consumers Added in 2013-14	37,911,000	9,866,000	-28,045,000				
• 2015-16							
• 2015-16 Annual Growth				31,044,000	34,472,000		3,428,000
Add annual growth costs in 2015-16 for 4,079 consumers who will be new to the RC system and added to the HCBS Waiver in 2015-16 with \$1,300 monthly cost per consumer phased-in.							
• 2015-16 Annual Growth, Continuation for RC Consumers Added in 2014-15				27,900,000	28,492,000		592,000

Home and Community-Based Services Waiver

METHODOLOGY (continued):

	Governor's			Governor's			2015-16	
	Budget	Updated	2014-15	Budget	Updated	2015-16	Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	2014-15	Request
● Increase of Waiver Base Growth, Existing RC Consumers	\$21,041,000	\$5,001,000	-\$16,040,000	\$17,202,000	\$13,354,000	\$8,353,000		-\$3,848,000
● 2014-15 Increase of Waiver Base Growth	8,417,000	2,369,000	-6,048,000					
Add increase of waiver base growth costs in 2014-15 for 1,175 consumers to the HCBS Waiver with \$1,000 monthly cost per consumer phased-in.								
● 2014-15 Increase of Waiver Base Growth Continuation	12,624,000	2,632,000	-9,992,000					
● 2015-16 Increase of Waiver Base Growth				8,014,000	5,723,000			-2,291,000
Add increase of waiver base growth costs in 2015-16 for 800 consumers to the HCBS Waiver with \$1,000 monthly cost per consumer phased-in.								
● 2015-16 Increase of Waiver Base Growth Continuation				9,188,000	7,631,000			-1,557,000
● CPP								
● 2014-15								
Add CPP & HCBS Waiver costs in 2014-15 for 102 consumers in the RC system with \$17,000 monthly cost per consumer phased-in.								
	\$10,428,000	\$1,437,000	-\$8,991,000					
● 2015-16								
Add CPP & HCBS Waiver costs in 2015-16 for 121 consumers in the RC system with \$17,000 monthly cost per consumer phased-in.				\$9,178,000	\$15,477,000			\$6,299,000
● Placement Continuation:	\$12,516,000	\$4,158,000	-\$8,358,000	\$9,180,000	\$8,060,000	\$3,902,000		-\$1,120,000
● 2014-15								
The annual estimated Placement Continuation costs for 197 HCBS Waiver-eligible consumers in each living arrangement with \$17,000 monthly cost per consumer phased-in.	12,516,000	4,158,000						
● 2015-16								
The annual estimated Placement Continuation costs for 136 HCBS Waiver-eligible consumers in each living arrangement with \$17,000 monthly cost per consumer phased-in.				9,180,000	8,060,000			

Home and Community-Based Services Waiver

METHODOLOGY (continued):

METHODOLOGY (continued):

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
● SSI/SSP Increase/RC Savings in Community Care Facilities	-\$2,884,000	-\$2,884,000	\$0	-\$3,462,000	-\$3,462,000	-\$578,000	\$0
● DC Closure	\$0	\$0	\$0	\$0	\$4,698,000	\$4,698,000	\$4,698,000
● AB 10 Minimum Wage Increase (July 1, 2014)	\$74,927,000	\$58,776,000	-\$16,151,000	\$74,927,000	\$58,776,000	\$0	-\$16,151,000
● AB 10 Minimum Wage Increase (January 1, 2016)	\$0	\$0	\$0	\$44,068,000	\$44,068,000	\$44,068,000	\$0
● AB 1522 Employment: Paid Sick Days	\$0	\$0	\$0	\$16,096,000	\$19,115,000	\$19,115,000	\$3,019,000
● Impacts from Other Departments, DHCS - Behavioral Health Treatment	\$0	\$0	\$0	-\$1,834,000	-\$4,470,000	-\$4,470,000	-\$2,636,000
● Federal Labor Regulations (January 1, 2015)	\$14,815,000	\$0	-\$14,815,000	\$15,146,000	\$31,741,000	\$46,556,000	\$16,595,000
● Continuation Costs	\$0	\$12,516,000	\$12,516,000	\$0	\$17,240,000	\$4,724,000	\$17,240,000
● On-going CCF and Support Services Costs	\$0	\$11,484,000	\$11,484,000	\$0	\$6,760,000	-\$4,724,000	\$6,760,000
● TOTAL EXPENDITURES	\$2,673,302,000	\$2,676,409,000	\$3,107,000	\$2,818,094,000	\$2,865,243,000	\$188,834,000	\$47,149,000
● Federal Medical Assistance Percentage (FMAP)	50.00%	50.00%		50.00%	50.00%		
● Total Federal Financial Participation (FFP)	\$1,336,651,000	\$1,338,205,000	\$1,554,000	\$1,409,047,000	\$1,432,622,000	\$94,417,000	\$23,575,000
● General Fund (GF) Match	\$1,336,651,000	\$1,338,204,000	\$1,553,000	\$1,409,047,000	\$1,432,621,000	\$94,417,000	\$23,574,000

FUNDING:

HCBS Waiver reimbursements fund a broad array of Purchase of Services (POS) costs for eligible individuals. The expenditure of HCBS Waiver reimbursements are in all of the POS budget categories, except Medical Facilities.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects the additional growth in HCBS Waiver billables, updated expenditures, and additional consumers added to the waiver.

Home and Community-Based Services Waiver

Estimated Distribution in Purchase of Services

EXPENDITURES:

	FYI Only Estimated % of Costs Billable to HCBS Waiver	% of Actual 2013-14 Waiver Expenditures by Budget Category	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Total Estimated HCBS Waiver-Billable Expenditures			\$2,673,302,000	\$2,676,409,000	\$3,107,000	\$2,818,094,000	\$2,865,243,000	\$188,834,000	\$47,149,000
<i>GF Match</i>			1,336,651,000	1,338,204,000	1,553,000	1,409,047,000	1,432,621,000	94,417,000	23,574,000
<i>FFP (from DHCS)</i>			1,336,651,000	1,338,205,000	1,554,000	1,409,047,000	1,432,622,000	94,417,000	23,575,000
<i>FMAP</i>			50.00%	50.00%		50.00%	50.00%		
Purchase of Services									
Community Care Facilities	81%	31.31%	807,926,000	820,751,000	12,825,000	830,145,000	851,646,000	30,895,000	21,501,000
<i>GF Match</i>			403,963,000	410,376,000	6,413,000	415,073,000	425,823,000	15,447,000	10,750,000
<i>FFP</i>			403,963,000	410,375,000	6,412,000	415,072,000	425,823,000	15,448,000	10,751,000
Day Programs	55%	19.45%	502,423,000	502,423,000	0	516,229,000	516,229,000	13,806,000	0
<i>GF Match</i>			251,211,000	251,211,000	0	258,114,000	258,114,000	6,903,000	0
<i>FFP</i>			251,212,000	251,212,000	0	258,115,000	258,115,000	6,903,000	0
Work Activity Program	60%	1.40%	36,100,000	36,240,000	140,000	37,091,000	37,549,000	1,309,000	458,000
<i>GF Match</i>			18,050,000	18,120,000	70,000	18,545,000	18,774,000	654,000	229,000
<i>FFP</i>			18,050,000	18,120,000	70,000	18,546,000	18,775,000	655,000	229,000
Supported Employment Placement (SEP) / Group	37%	1.10%	28,390,000	28,501,000	111,000	29,170,000	29,531,000	1,030,000	361,000
<i>GF Match</i>			14,195,000	14,250,000	55,000	14,585,000	14,766,000	516,000	181,000
<i>FFP</i>			14,195,000	14,251,000	56,000	14,585,000	14,765,000	514,000	180,000
SEP / Individual	23%	0.16%	4,226,000	4,241,000	15,000	4,341,000	4,394,000	153,000	53,000
<i>GF Match</i>			2,113,000	2,120,000	7,000	2,171,000	2,197,000	77,000	26,000
<i>FFP</i>			2,113,000	2,121,000	8,000	2,170,000	2,197,000	76,000	27,000
Transportation	63%	6.41%	165,622,000	166,271,000	649,000	170,174,000	172,277,000	6,006,000	2,103,000
<i>GF Match</i>			82,811,000	83,135,000	324,000	85,087,000	86,139,000	3,004,000	1,052,000
<i>FFP</i>			82,811,000	83,136,000	325,000	85,087,000	86,138,000	3,002,000	1,051,000
Support Services	73%	25.63%	661,855,000	669,473,000	7,618,000	680,048,000	691,842,000	22,369,000	11,794,000
<i>GF Match</i>			330,927,000	334,736,000	3,809,000	340,024,000	345,921,000	11,185,000	5,897,000
<i>FFP</i>			330,928,000	334,737,000	3,809,000	340,024,000	345,921,000	11,184,000	5,897,000
In-Home Respite	74%	6.46%	166,824,000	167,477,000	653,000	171,407,000	173,526,000	6,049,000	2,119,000
<i>GF Match</i>			83,412,000	83,739,000	327,000	85,703,000	86,763,000	3,024,000	1,060,000
<i>FFP</i>			83,412,000	83,738,000	326,000	85,704,000	86,763,000	3,025,000	1,059,000

Home and Community-Based Services Waiver

Estimated Distribution in Purchase of Services

EXPENDITURES

	FYI Only Estimated % of Costs Billable to HCBS Waiver	% of Actual 2013-14 Waiver Expenditures by Budget Category	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Out-of-Home Respite	65%	1.05%	27,134,000	27,134,000	0	27,880,000	27,880,000	746,000	0
GF Match			13,567,000	13,567,000	0	13,940,000	13,940,000	373,000	0
FFP			13,567,000	13,567,000	0	13,940,000	13,940,000	373,000	0
Health Care	22%	0.76%	19,561,000	19,637,000	76,000	20,098,000	20,346,000	709,000	248,000
GF Match			9,781,000	9,819,000	38,000	10,049,000	10,173,000	354,000	124,000
FFP			9,780,000	9,818,000	38,000	10,049,000	10,173,000	355,000	124,000
Miscellaneous	38%	6.28%	162,331,000	162,969,000	638,000	166,791,000	168,855,000	5,886,000	2,064,000
GF Match			81,166,000	81,485,000	319,000	83,396,000	84,428,000	2,943,000	1,032,000
FFP			81,165,000	81,484,000	319,000	83,395,000	84,427,000	2,943,000	1,032,000
AB 10 Minimum Wage Increase (July 1, 2014)			74,927,000	58,776,000	-16,151,000	74,927,000	58,776,000	0	-16,151,000
GF Match			37,463,000	29,388,000	-8,075,000	37,464,000	29,388,000	0	-8,076,000
FFP			37,464,000	29,388,000	-8,076,000	37,463,000	29,388,000	0	-8,075,000
AB 10 Minimum Wage Increase (January 1, 2016)			0	0	0	44,068,000	44,068,000	44,068,000	0
GF Match			0	0	0	22,034,000	22,034,000	22,034,000	0
FFP			0	0	0	22,034,000	22,034,000	22,034,000	0
Federal Labor Regulations (January 1, 2015)			14,815,000	0	-14,815,000	30,295,000	31,741,000	31,741,000	1,446,000
GF Match			7,408,000	0	-7,408,000	15,147,000	15,870,000	15,870,000	723,000
FFP			7,407,000	0	-7,407,000	15,148,000	15,871,000	15,871,000	723,000
AB 1522 Employment: Paid Sick Days			0	0	0	16,096,000	19,115,000	19,115,000	3,019,000
GF Match			0	0	0	8,048,000	9,557,000	9,557,000	1,509,000
FFP			0	0	0	8,048,000	9,558,000	9,558,000	1,510,000
Impacts from Other Departments, DHCS - Behavioral									
Health Treatment			0	0	0	-1,834,000	-4,470,000	-4,470,000	-2,636,000
GF Match			0	0	0	-917,000	-2,235,000	-2,235,000	-1,318,000
FFP			0	0	0	-917,000	-2,235,000	-2,235,000	-1,318,000
Continuation Costs			1,168,000	12,516,000	11,348,000	1,168,000	17,240,000	4,724,000	16,072,000
GF Match			584,000	6,258,000	5,674,000	584,000	8,620,000	2,362,000	8,036,000
FFP			584,000	6,258,000	5,674,000	584,000	8,620,000	2,362,000	8,036,000
DC Closure			0	0	0	0	4,698,000	4,698,000	4,698,000
GF Match			0	0	0	0	2,349,000	2,349,000	2,349,000
FFP			0	0	0	0	2,349,000	2,349,000	2,349,000

Home and Community-Based Services Waiver Administration

DESCRIPTION:

The Home and Community-Based Services (HCBS) Waiver enables the Department of Developmental Services (DDS) to provide a broad array of home and community-based services to eligible individuals who, without these services, would require the level of care provided in an intermediate care facility for the developmentally disabled. These HCBS Waiver Administration funds are for the proper and efficient administration of the HCBS Waiver.

ASSUMPTIONS/METHODOLOGY:

Training for Direct Support Professional (DSP) Staff:

Welfare and Institutions Code Section 4695.2, Statutes of 1998, mandates all DSPs working in licensed community care facilities (CCFs) to either pass competency tests or satisfactorily complete each of two consecutive 35-hour training segments within two years of the date of hire. The testing and training program is conducted through an Interagency Agreement (IA) with the Department of Education (DOE). This estimate of Operations costs covers the costs of challenge tests, and training through the IA with DOE.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Training for DSP Staff	\$2,279,000	\$2,325,000	\$46,000	\$2,293,000	\$2,425,000	\$100,000	\$132,000

- Total Cost for DSP Training is:
CY \$2,672,000
BY \$2,787,000
- 87% of the consumers residing in CCFs are HCBS Waiver eligible; therefore, it is assumed that 87% of the costs are eligible for federal financial participation (FFP).

CY $\$2,672,000 \times .87 = \$2,325,000$
BY $\$2,787,000 \times .87 = \$2,425,000$
- The FFP portion of the HCBS Waiver Administration-eligible costs is 50%.
CY $\$2,325,000 \times .50 = \$1,162,000$
BY $\$2,425,000 \times .50 = \$1,212,000$
- These costs are reflected in the DSP Training estimate, under Operations, Projects.

Home and Community-Based Services Waiver Administration

ASSUMPTIONS/METHODOLOGY (continued):

Collection (FFP) for Contracted Services

Regional center staff will renegotiate contracts with vendors, liaison with the Department of Developmental Services experts on changes required to expand and enhance existing billing options, train vendors and regional center personnel involved in the billing process to key enter necessary attendance and other required billing data from paper invoices submitted by vendors, and review, adjust and/or correct attendance data after it is uploaded to the Uniform Fiscal System to assure proper payment to vendors. These resources will allow the State to collect HCBS Waiver Administration reimbursements.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Staffing for Collection of FFP for Contracted Services	\$913,000	\$913,000	\$0	\$913,000	\$913,000	\$0	\$0

- Total cost of Staffing for Collection of FFP for Contracted Services is \$2,228,000.
- 41% of the total community population is FFP eligible, therefore it is assumed that 41% of the costs are eligible for FFP.
 $\$2,228,000 \times .41 = \$913,000$.
- The FFP portion of the HCBS Waiver Administration eligible costs is 50%.
 $\$913,000 \times .50 = \$457,000$
 These costs are reflected in the Staffing for Collection of FFP for Contracted Services under Operations, Staffing.

Home and Community-Based Services Waiver Administration

ASSUMPTIONS/METHODOLOGY (continued):

Collection of Federal Financial Participation (FFP) for Contracted Services

The Centers for Medicare & Medicaid Services (CMS) approved rate-setting methodology for the Targeted Case Management (TCM) program distributes administrative costs previously included in TCM to other programs.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
FFP Enhancement (related to 2003-04 Enhancing FFP BCP)	\$7,196,000	\$7,451,000	\$255,000	\$7,196,000	\$7,451,000	\$0	\$255,000
<ul style="list-style-type: none"> Total RC Administrative Costs are \$7,451,000 100% of costs are eligible for FFP. The FFP portion of total HCBS Waiver Administration eligible costs is 50%. \$7,451,000 x .50= \$3,726,000 							
<ul style="list-style-type: none"> 100% of Agnews Quality Assurance expenditures are eligible for FFP. The FFP portion of total HCBS Waiver Administration eligible for costs is 50%. \$503,000 x .50=\$252,000 	\$0	\$252,000	\$252,000	\$0	\$252,000	\$252,000	\$252,000
<ul style="list-style-type: none"> 100% of Lanterman Quality Assurance expenditures are eligible for FFP. The FFP portion of total HCBS Waiver Administration eligible for costs is 50%. \$255,000 x .50=\$128,000 	\$0	\$128,000	\$128,000	\$0	\$128,000	\$128,000	\$128,000
<ul style="list-style-type: none"> These Costs are reflected under Operations, Core Staffing. 	\$7,196,000	\$7,071,000	-\$125,000	\$7,196,000	\$7,071,000	-\$380,000	-\$125,000

2007-08 Legislative Augmentation: Resources for Health Care Community Specialists

Reimbursement related to Agnews Ongoing workload Health Care Community Specialists positions were moved from Medicaid Administration (MA) to HCBS Waiver Administration. 98% of the total personal services and operating expenses for the above positions were eligible for waiver.

2007-08 Legislative Augmentation: Resources for Health Care Community Specialist

- | | | | | | | | |
|--|-----------|-------------|-----------|-----------|-------------|-----|-----------|
| | \$377,000 | \$1,363,000 | \$986,000 | \$377,000 | \$1,363,000 | \$0 | \$986,000 |
| <ul style="list-style-type: none"> Total Cost for Resources for Health Care Community Specialist is \$1,391,000 98% of Agnews and Lanterman consumers are HCBS Waiver eligible, therefore it is assumed that 98% of these costs are eligible for FFP. \$1,391,000 X .98 = \$1,363,000 The FFP portion of the HCBS Waiver Administration costs is 50%.
\$1,363,000 x .50 = \$682,000
These costs are reflected under Operations, Agnews Ongoing Workload. | | | | | | | |

Home and Community-Based Services Waiver Administration

ASSUMPTIONS/METHODOLOGY (continued):

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Federal Medicaid Requirements for RC HCBS Services	\$984,000	\$984,000	\$0	\$984,000	\$984,000	\$0	\$0
<ul style="list-style-type: none"> Total Costs \$984,000 100% of costs are eligible for FFP. The FFP portion of the HCBS Waiver Administration costs is 50%. $\\$984,000 \times .50 = \\$492,000$ These costs are reflected in the Federal Medicaid Requirements for RC HCBS Services estimate under Operations, Federal 							
Office of Administrative Hearings	\$1,310,000	\$1,265,000	-\$45,000	\$1,310,000	\$1,310,000	\$45,000	\$0
<ul style="list-style-type: none"> Total Costs: <ul style="list-style-type: none"> CY \$2,810,000 BY \$2,910,000 45% of costs are eligible for FFP. CY: $\\$2,810,000 \times .45 = \\$1,265,000$ BY: $\\$2,910,000 \times .45 = \\$1,310,000$ The FFP portion of the HCBS Waiver Administration costs is 50%. $\\$1,265,000 \times .50 = \\$633,000$ These costs are reflected in the Office of Administrative Hearings estimate under Operations, Projects. 							
Clients' Rights Advocacy	\$2,696,000	\$2,696,000	\$0	\$2,791,000	\$3,054,000	\$358,000	\$263,000
<ul style="list-style-type: none"> Total Costs: <ul style="list-style-type: none"> CY \$5,992,000 BY \$6,786,000 45% of costs are eligible for FFP. CY: $\\$5,992,000 \times .45 = \\$2,696,000$ BY: $\\$6,786,000 \times .45 = \\$3,054,000$ The FFP portion of the HCBS Waiver Administration costs is 50%. CY: $\\$2,696,000 \times .50 = \\$1,348,000$ BY: $\\$3,054,000 \times .50 = \\$1,527,000$ 							

Home and Community-Based Services Waiver Administration**ASSUMPTIONS/METHODOLOGY (continued):**

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Quality Assessment Contract	\$1,413,000	\$1,522,000	\$109,000	\$1,408,000	\$1,408,000	-\$114,000	\$0
<ul style="list-style-type: none"> Total Costs: <ul style="list-style-type: none"> CY \$3,383,000 BY \$3,129,000 45% of costs are eligible for FFP. <ul style="list-style-type: none"> CY: \$3,383,000 x .45 = \$1,522,000 BY: \$3,129,000 x .45 = \$1,408,000 The FFP portion of the HCBS Waiver Administration costs is 50%. <ul style="list-style-type: none"> CY: \$1,522,000 x .50 = \$761,000 BY: \$1,408,000 x .50 = \$704,000 <p>These costs are reflected in the Quality Assessment Contract estimate under Operations, Projects.</p>							
Special Incident Reporting/Risk Assessment							
<ul style="list-style-type: none"> Total Costs: <ul style="list-style-type: none"> CY \$873,000 BY \$838,000 45% of costs are eligible for FFP. <ul style="list-style-type: none"> CY: \$873,000 x .45 = \$393,000 BY: \$838,000 x .45 = \$377,000 The FFP portion of the HCBS Waiver Administration costs is 50%. <ul style="list-style-type: none"> CY: \$393,000 x .50 = \$196,000 BY: \$377,000 x .50 = \$188,000 <p>These costs are reflected in the Special Incident Reporting/Risk Assessment estimate under Operations, Projects.</p>	\$393,000	\$393,000	\$0	\$377,000	\$377,000	-\$16,000	\$0

Funding for HCBS Waiver Administration reimbursement is 50% Federal Financial Participation (FFP) and 50% General Fund (GF).

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated expenditure data.

Home and Community-Based Services Waiver Administration**ASSUMPTIONS/METHODOLOGY (continued):**

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
EXPENDITURES:							
TOTAL	\$17,561,000	\$18,912,000	\$1,351,000	\$17,649,000	\$19,285,000	\$373,000	\$1,636,000
FFP	8,781,000	9,456,000	675,000	8,825,000	9,643,000	187,000	818,000
GF Match	8,780,000	9,456,000	676,000	8,824,000	9,642,000	186,000	818,000

Medicaid Administration

DESCRIPTION:

Clinical Support Teams and Senate Bill (SB) 1038 Health Reviews (Regional Center Operations pages E-2.5, E-2.7)

Clinical support teams ensure the regional centers' (RC) ability to adequately monitor the health care of consumers with severe behavior and/or medical problems; to provide health-related consultation to these consumers, their families, providers and other community health professionals; to ensure careful and complete mortality reviews for these consumers' deaths; and to ensure health care access and advocacy for these consumers.

In addition, clinical support teams complete yearly reviews of medications, health care plans and behavioral plans for all consumers in community care facilities and in supported and independent living arrangements. Clinical teams also review circumstances leading to all deaths of these consumers.

Pursuant to SB 1038 (Chapter 1043, Statutes of 1998), RC physicians and nurses (with clerical support) provide medical reviews for the remainder of the community consumers who are not getting medical reviews from the clinical support teams.

These activities are eligible for federal Medicaid Administration (MA) reimbursement.

Compliance with Home and Community-Based Services (HCBS) Waiver Requirements (Regional Center Operations page E-3.5)

RC physicians and psychiatrists perform activities, including clinical consultation, monitoring and review of consumers' medications, to ensure the RC system maintains compliance with the HCBS Waiver.

Agnews Ongoing Workload (AOW) and Lanterman Developmental Center Closure

RC physicians and psychiatrists perform activities, including clinical consultation, monitoring and review of consumers' medications, to ensure the RC system maintains compliance with the HCBS Waiver.

Consistent with passage of Assembly Bill 1378 (Chapter 538, Statutes of 2005) AOW employees will provide clinical support services to ensure the health and well being of Agnews residents as they transition into the community consistent with the Department of Developmental Services' (DDS) Interagency Agreement for MA with the Department of Health Care Services.

Nurse consultants will monitor consumer health care plans and health care for Agnews and Lanterman residents living in SB 962 homes. Eleven dental coordinators will promote and coordinate dental resources for Agnews and Lanterman residents that have moved into the community.

State employees in the community may participate in all MA activities, including clinical support teams, SB 1038 health reviews, and compliance with HCBS Waiver requirements. (AOW only)

Medicaid Administration

METHODOLOGY:

KEY DATA/ASSUMPTIONS:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
<ul style="list-style-type: none"> Costs for Clinical Support Teams and SB 1038 Health Reviews are based on 2012-13 data collected from the RC's. 							
Total	\$9,514,266	\$9,514,266	\$0	\$9,514,084	\$9,514,084	\$0	\$0
Rounded	\$9,514,000	\$9,514,000	\$0	\$9,514,000	\$9,514,000	\$0	\$0
<ul style="list-style-type: none"> The Federal Financial Participation (FFP) portion of total MA-eligible costs is 75%. 							
0.75	0.75	0.75		0.75	0.75		
Total	\$7,135,500	\$7,135,500	\$0	\$7,135,500	\$7,135,500	\$0	\$0
Rounded	\$7,136,000	\$7,136,000	\$0	\$7,136,000	\$7,136,000	\$0	\$0
<ul style="list-style-type: none"> Staffing for Compliance with HCBS Waiver Requirements 							
<ul style="list-style-type: none"> Total personal services and operating costs related to MA. 	\$2,600,000	\$2,600,000	\$0	\$2,600,000	\$2,600,000	\$0	\$0
<ul style="list-style-type: none"> 100% of these costs are eligible for MA because related staff will be working only with HCBS Waiver consumers. 							
1.00	1.00	1.00		1.00	1.00		
Total	\$2,600,000	\$2,600,000	\$0	\$2,600,000	\$2,600,000	\$0	\$0
Rounded	\$2,600,000	\$2,600,000	\$0	\$2,600,000	\$2,600,000	\$0	\$0
<ul style="list-style-type: none"> The FFP portion of total MA-eligible costs is 75% . 							
0.75	0.75	0.75		0.75	0.75		
Total	\$1,950,000	\$1,950,000	\$0	\$1,950,000	\$1,950,000	\$0	\$0
Rounded	\$1,950,000	\$1,950,000	\$0	\$1,950,000	\$1,950,000	\$0	\$0
<ul style="list-style-type: none"> Agnews Ongoing Workload and Lanterman Developmental Closure 							
<ul style="list-style-type: none"> Nurse Consultants 							
<ul style="list-style-type: none"> Total personal services and operating costs related to MA. 	\$230,000	\$655,000	\$425,000	\$230,000	\$655,000	\$0	\$425,000
<ul style="list-style-type: none"> Consistent with the Community Placement Plan (CPP) assumptions, 98% of these cost are eligible for MA 							
0.98	0.98	0.98		0.98	0.98		
Total	\$225,400	\$641,900	\$417,000	\$225,400	\$641,900	\$0	\$417,000
(Agnews =\$230,000 + Lanterman \$425,000) Rounded	\$225,000	\$642,000	\$417,000	\$225,000	\$642,000	\$0	\$417,000
<ul style="list-style-type: none"> The FFP portion of total MA-eligible costs is 75% . 							
0.75	0.75	0.75		0.75	0.75		
Total	\$168,750	\$481,500	\$313,000	\$168,750	\$481,500	\$0	\$313,000
(Agnews =\$169,000 + Lanterman \$313,000) Rounded	\$169,000	\$482,000	\$313,000	\$169,000	\$482,000	\$0	\$313,000

Medicaid Administration

METHODOLOGY: (continued)

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• State Employees in the Community							
• Total personal services and operating costs related to MA.	\$1,292,000	\$1,292,000	\$0	\$1,292,000	\$1,292,000	\$0	\$0
• Consistent with CPP assumptions, 98% of these costs are eligible for MA	0.98	0.98		0.98	0.98		
Total	\$1,266,160	\$1,266,160	\$0	\$1,266,160	\$1,266,160	\$0	\$0
Rounded	\$1,266,000	\$1,266,000	\$0	\$1,266,000	\$1,266,000	\$0	\$0
• The FFP portion of total MA-eligible costs is 75% .	0.75	0.75		0.75	0.75		
Total	\$949,500	\$949,500	\$0	\$949,500	\$949,500	\$0	\$0
Rounded	\$950,000	\$950,000	\$0	\$950,000	\$950,000	\$0	\$0
• Dental Coordinators							
• Total personal services and operating costs related to MA.	\$293,000	\$917,000	\$624,000	\$293,000	\$917,000	\$0	\$624,000
• Consistent with the CPP assumptions, 98% of these costs are eligible for MA (\$917,000 x .98 = \$899,000).	0.98	0.98		0.98	0.98		
Total	\$287,140	\$898,660	\$612,000	\$287,140	\$898,660	\$0	\$612,000
(Agnews =\$293,000 + Lanterman \$624,000) Rounded	\$287,000	\$899,000	\$612,000	\$287,000	\$899,000	\$0	\$612,000
• The FFP portion of total MA-eligible costs is 75% (\$899,000 x .75 = \$674,000).	0.75	0.75		0.75	0.75		
Total	\$215,250	\$674,250	\$459,000	\$215,250	\$674,250	\$0	\$459,000
(Agnews =\$215,000 + Lanterman \$459,000) Rounded	\$215,000	\$674,000	\$459,000	\$215,000	\$674,000	\$0	\$459,000

Medicaid Administration**METHODOLOGY: (continued)****FUNDING:**

The MA reimbursement is 75% FFP and 25% General Fund (GF). These MA funds are reflected in Operations, Staffing, Compliance with HCBS Waiver Requirements estimate, and Agnews Ongoing Workload.

CHANGE FROM PRIOR ESTIMATE:

The reimbursement amounts reflect updated RC personal services expenditures.

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$13,892,000	\$14,921,000	\$1,029,000	\$13,892,000	\$14,921,000	\$0	\$1,029,000
FFP	10,420,000	11,192,000	772,000	10,420,000	11,192,000	0	772,000
GF Match	3,472,000	3,729,000	257,000	3,472,000	3,729,000	0	257,000

Targeted Case Management

DESCRIPTION:

The Targeted Case Management (TCM) program provides Medicaid federal matching funds for case management services provided by regional centers (RC) for specific client groups. There are approximately 190,000 Medi-Cal eligible persons in the RC system. Federal legislation enacted in 1986 defined these case management services as services which "...will assist individuals...in gaining access to needed medical, social, educational, and other services." This means that the cost for most of the RC case manager's time spent on Medi-Cal eligible developmentally disabled persons is eligible for federal financial participation (FFP).

KEY DATA/ASSUMPTIONS:

Source data is from the TCM RC Billed Units report dated March 2, 2015 for the period December 2013 - December 2014.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
METHODOLOGY:							
• Base: TCM expenditures are based on actual TCM billable units for a 12-month period (December 2013 - December 2014) multiplied by the RC TCM rates effective July 2014.	\$306,453,000	\$315,712,000	\$9,259,000	\$306,453,000	\$324,800,000	\$9,088,000	\$18,347,000
• AB 10 Minimum Wage Increase - (July 1, 2014)	\$37,000	\$37,000	\$0	\$0	\$0	-\$37,000	\$0
FFP	19,000	19,000	0	0	0	-19,000	0
GF Match	18,000	18,000	0	0	0	-18,000	0
• AB 10 Minimum Wage Increase - (January 1, 2016)	\$0	\$0	\$0	\$524,000	\$2,053,000	\$2,053,000	\$1,529,000
FFP	0	0	0	262,000	287,000	287,000	25,000
GF Match	0	0	0	262,000	1,766,000	1,766,000	1,504,000
• Enhanced Caseload Ratio of 1:45	\$180,000	\$0	-\$180,000	\$180,000	\$0	\$0	-\$180,000
FFP	90,000	0	-90,000	90,000	0	0	-90,000
GF Match	90,000	0	-90,000	90,000	0	0	-90,000

FUNDING:

Funding for TCM reimbursement is 50% FFP and 50% General Fund (GF). TCM funds are reflected in the Core Staffing and Federal Compliance estimates, under Operations.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

The reimbursement amounts reflect the most current billable units, TCM rates, and RC personnel costs.

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$306,453,000	\$315,749,000	\$9,259,000	\$306,543,000	\$326,853,000	\$10,854,000	\$19,761,000
FFP	153,335,000	157,875,000	4,540,000	153,578,000	162,687,000	4,812,000	9,109,000
GF Match	153,118,000	157,874,000	4,756,000	152,965,000	164,166,000	6,292,000	11,201,000

Targeted Case Management Administration

DESCRIPTION:

The Targeted Case Management (TCM) program provides Medicaid federal matching funds for case management services for specific client groups. There are approximately 190,000 Medi-Cal eligible persons in the regional center (RC) system. Federal legislation enacted in 1986 defined case management services as services which "...will assist individuals...in gaining access to needed medical, social, educational, and other services." This means that the cost for most of the RC case manager's time spent on Medi-Cal eligible developmentally disabled persons and the cost of providing administrative support to the case management program are both eligible for federal financial participation (FFP). These TCM Administration funds are for the proper and efficient administration of the TCM.

KEY DATA/ASSUMPTIONS:

- TCM Administration reimbursements will be 50% FFP.
- Source of Data: Department of Developmental Services' (DDS) Fiscal Systems - California State Accounting and Reporting System.

METHODOLOGY:

Utilizing a time survey, DDS gathers records of time spent by DDS headquarters personnel providing administrative case management assistance to the RC. These surveys are used to allocate headquarters salaries, wages and benefits and a portion of DDS' statewide cost allocation related to administrative case management support.

Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
\$8,642,000	\$9,864,000	\$1,222,000	\$8,642,000	\$9,864,000	\$0	\$1,222,000

FUNDING:

Funding for TCM Administration reimbursement is 50% FFP and 50% General Fund (GF). TCM Administration funds are reflected in the Core Staffing estimate, under Operations.

CHANGE FROM PRIOR ESTIMATE:

Reflects the most current DDS allocation of costs related to administrative case management and support.

Targeted Case Management Administration

METHODOLOGY (continued):

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$8,642,000	\$9,864,000	\$1,222,000	\$8,642,000	\$9,864,000	\$0	\$1,222,000
FFP	4,321,000	4,932,000	611,000	4,321,000	4,932,000	0	611,000
GF Match	4,321,000	4,932,000	611,000	4,321,000	4,932,000	0	611,000

Title XX Block Grant

DESCRIPTION:

Social Services: The State has received federal Title XX Block Grant funds for social services since 1981. Each state has wide discretion in determining the range of services to be provided and how the funds are to be distributed. There is no state match requirement for these funds. In California, the program is administered by the California Department of Social Services (DSS).

Federal statute establishes five service goals:

1. Achieving or maintaining economic self-support to prevent, reduce or eliminate dependency;
2. Achieving or maintaining self-sufficiency, including the reduction or prevention of dependency;
3. Preventing or remedying neglect, abuse or exploitation of children and adults unable to protect their own interests, or preserving, rehabilitating or reuniting families;
4. Preventing or reducing inappropriate institutional care by providing for community-based care, home-based care, or other forms of less intensive care; and
5. Securing referral or admission for institutional care when other forms of care are not appropriate or providing services to individuals in institutions.

Temporary Assistance for Needy Families (TANF): These Title XX Block Grant funds are available for regional center expenditures for individuals under age 18 whose family income is less than 200 percent of the income official poverty line (as defined by the federal Office of Management and Budget) applicable to a family of the size involved.

KEY DATA/ASSUMPTIONS:

The Department of Developmental Services portion of the Title XX Block Grant is determined by the DSS.

Title XX Block Grant

ASSUMPTIONS/METHODOLOGY (Cont'd):

FUNDING:

The Title XX Block Grant amount is determined by the DSS.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

No change in the grant amount

EXPENDITURES:	Governor's	Updated	2014-15	Governor's	Updated	2015-16	2015-16
	Budget 2014-15	2014-15	Request	Budget 2015-16	2015-16	Over 2014-15	2015-16 Request
TOTAL TITLE XX BLOCK GRANT	\$214,555,000	\$214,555,000	\$0	\$214,555,000	\$214,555,000	\$0	\$0
SOCIAL SERVICES	\$137,088,000	\$137,088,000	\$0	\$137,088,000	\$137,088,000	\$0	\$0
ESTIMATED DISTRIBUTION IN							
RC PURCHASE OF SERVICES							
Day Programs	47,812,000	47,696,000	-116,000	47,812,000	47,696,000	0	-\$116,000
Transportation	7,301,000	7,325,000	24,000	7,301,000	7,325,000	0	\$24,000
Support Services	57,895,000	57,895,000	0	57,895,000	57,895,000	0	\$0
In-Home Respite	18,706,000	18,770,000	64,000	18,706,000	18,770,000	0	\$64,000
Out-of-Home Respite	1,451,000	1,435,000	-16,000	1,451,000	1,435,000	0	-\$16,000
Miscellaneous Services	3,923,000	3,967,000	44,000	3,923,000	3,967,000	0	\$44,000

Title XX Block Grant

EXPENDITURES (Cont'd):		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TANF		\$77,467,000	\$77,467,000	\$0	\$77,467,000	\$77,467,000	\$0	\$0
ESTIMATED DISTRIBUTION IN RC PURCHASE OF SERVICES								
	Community Care Facilities	7,448,000	7,136,000	-312,000	7,448,000	7,136,000	0	-312,000
	Day Programs	46,000	48,000	2,000	46,000	48,000	0	2,000
	Transportation	1,093,000	1,044,000	-49,000	1,093,000	1,044,000	0	-49,000
	Support Services	14,127,000	14,411,000	284,000	14,127,000	14,411,000	0	284,000
	In-Home Respite	14,284,000	14,380,000	96,000	14,284,000	14,380,000	0	96,000
	Out-of-Home Respite	4,051,000	3,937,000	-114,000	4,051,000	3,937,000	0	-114,000
	Health Care	1,271,000	1,202,000	-69,000	1,271,000	1,202,000	0	-69,000
	Miscellaneous Services	35,147,000	35,309,000	162,000	35,147,000	35,309,000	0	162,000

Intermediate Care Facility-Developmentally Disabled State Plan Amendment

DESCRIPTION:

In 2007, the Department of Developmental Services (DDS), in conjunction with the Department of Health Care Services (DHCS), submitted a State Plan Amendment (SPA) seeking federal financial participation (FFP) in the day program and transportation services of Intermediate Care Facility-Developmentally Disabled (ICF-DD) residents. DDS reached agreement with the Centers for Medicare and Medicaid Services (CMS) on the mechanism to achieve the already budgeted FFP for 2007-08 through 2010-11, which was reflected in the 2010-11 Budget Trailer Bill Language. The SPA was approved April 14, 2011 by CMS.

IMPLEMENTATION DATE:

The SPA was approved April 14, 2011 retroactive to July 1, 2007.

ASSUMPTIONS/METHODOLOGY:

The total expenditures for adult day treatment and non-medical transportation services received by regional center consumers residing in an ICF-DD are based on actual expenditures for calendar year 2014.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Estimated day and transportation costs for ICF-DD residents	\$111,892,000	\$113,843,000	\$1,951,000	\$111,892,000	\$113,843,000	\$0	\$1,951,000

Intermediate Care Facility-Developmentally Disabled State Plan Amendment

FUNDING:

Funding for ICF-DDs is 50 percent Federal Financial Participation (FFP) and 50 percent General Fund (GF) for Day Treatment and Transportation Services for consumers residing in an ICF-DD. It is assumed that 73 percent of this funding is for Day Programs and the remaining 27 percent for Transportation services. This funding is reflected under Purchase of Services for Day Programs and Transportation.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO YEAR CHANGE:

Reflects updated Regional Center POS expenditures.

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$111,892,000	\$113,843,000	\$1,951,000	\$111,892,000	\$113,843,000	\$0	\$1,951,000
FFP	55,947,000	56,922,000	975,000	55,947,000	56,922,000	0	975,000
GF Match	55,945,000	56,921,000	976,000	55,945,000	56,921,000	0	976,000
Day Programs	\$82,561,000	\$82,681,000	\$120,000	\$82,561,000	\$82,681,000	\$0	\$120,000
FFP	41,281,000	41,341,000	60,000	41,281,000	41,341,000	0	60,000
GF Match	41,280,000	41,340,000	60,000	41,280,000	41,340,000	0	60,000
Transportation	\$29,331,000	\$31,162,000	\$1,831,000	\$29,331,000	\$31,162,000	\$0	\$1,831,000
FFP	14,666,000	15,581,000	915,000	14,666,000	15,581,000	0	915,000
GF Match	14,665,000	15,581,000	916,000	14,665,000	15,581,000	0	916,000

Quality Assurance Fees (Regional Center Costs and Intermediate Care Facility-Developmentally Disabled Vendor Costs)

DESCRIPTION:

To realize the federal financial participation (FFP) associated with the Intermediate Care Facility-Developmentally Disabled (ICF-DD) State Plan Amendment, there are administrative costs for regional centers (RC) billing on behalf of the ICF-DD, administrative costs for the ICF-DD, and Quality Assurance Fees (QAF) the ICF-DD must remit to the Department of Health Care Services (DHCS) for these supplemental payments.

ASSUMPTIONS/METHODOLOGY:

- RC Administration costs are 1.5% of day treatment and transportation expenditures for RC.
- Source of Data: Purchase of Services (POS) Claims Data file, dated March 2015, with actuals for calendar year 2014.
- ICF-DD Administration costs are 1.5% of the cost of day treatment and transportation for both the RC and ICF-DD. ICF-DD Administrative Costs and QAF are set by DHCS.

2014-15: Total billing costs: \$1.7 million for RC administration, \$1.7 million for ICF-DD administration, and \$7.5 million QAF.

- POS costs for day treatment and transportation for 2014-15 totals \$113.8 million. RC and ICF-DD administration costs are each 1.5%. QAF set by DHCS are \$9.2 million.

2015-16: Total billing costs: \$1.7 million for RC administration, \$1.7 million for ICF-DD administration, and \$7.5 million QAF.

- POS costs for day treatment and transportation for 2015-16 totals \$113.8 million. RC and ICF-DD administration costs are each 1.5%. QAF set by DHCS are \$9.2 million.

FUNDING:

Funding for RC Administration fees is 50% FFP and 50% GF and are reflected in ICF-DD Administration Fee in Operations, page E-4.8. QAF is 100% FFP with the GF Match in DHCS Budget, and are reflected in POS, page E-15.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

This estimate reflects the current available expenditure data.

Quality Assurance Fees (Regional Center Costs and Intermediate Care Facility-Developmentally Disabled Vendor Costs)

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$10,739,000	\$10,927,000	\$188,000	\$10,739,000	\$10,927,000	\$0	\$188,000
Operations	1,678,000	1,708,000	30,000	1,678,000	1,708,000	0	30,000
General Fund	839,000	854,000	15,000	839,000	854,000	0	15,000
<i>General Fund Match</i>	<i>839,000</i>	<i>854,000</i>	<i>15,000</i>	<i>839,000</i>	<i>854,000</i>	<i>0</i>	<i>15,000</i>
Reimbursements	839,000	854,000	15,000	839,000	854,000	0	15,000
<i>FFP (Quality Assurance Fees)</i>	<i>839,000</i>	<i>854,000</i>	<i>15,000</i>	<i>839,000</i>	<i>854,000</i>	<i>0</i>	<i>15,000</i>
Purchase of Services	9,061,000	9,219,000	158,000	9,061,000	9,219,000	0	158,000
<i>QAF Admin Fees (FFP)</i>	<i>4,531,000</i>	<i>4,610,000</i>	<i>79,000</i>	<i>4,531,000</i>	<i>4,610,000</i>	<i>0</i>	<i>79,000</i>
<i>Transfer from DHCS (FFP)</i>	<i>4,530,000</i>	<i>4,609,000</i>	<i>79,000</i>	<i>4,530,000</i>	<i>4,609,000</i>	<i>0</i>	<i>79,000</i>

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$10,739,000	\$10,927,000	\$188,000	\$10,739,000	\$10,927,000	\$0	\$188,000
FFP	9,900,000	10,073,000	173,000	9,900,000	10,073,000	0	173,000
GF Match	839,000	854,000	15,000	839,000	854,000	0	15,000

1915(i) State Plan Amendment

DESCRIPTION:

Section 6086 of the Deficit Reduction Act of 2005, (Public Law 109-171) established an optional Medicaid benefit giving states a new method for covering Home and Community-Based (HCBS) services for Medicaid beneficiaries beginning in January 2007. To date only a few other states have exercised this option for mental health benefits delivery. The Department of Developmental Services (DDS) in a joint effort with the Department of Health Care Services, submitted a 1915(i) State Plan Amendment (SPA) to be effective October 2009 to cover habilitation, respite, and other services allowable under a 1915(i) SPA. Subsequent changes to federal law have allowed DDS to seek further expansion of the services covered under the 1915(i) SPA. The initial SPA was approved April 25, 2013 with an effective date of October 1, 2009. DDS continues to work with DHCS and the Centers for Medicare and Medicaid Services to finalize the remaining components of the SPA. On February 19, 2014, CMS approved the portion of the 1915(i) SPA that expands the scope of eligible services to include services relating to hearing and language, dental, optometric/optician, psychology, non-medical transportation, and transition/set-up retroactive to October 2011.

ASSUMPTIONS:

Expenditure Data Source: Purchase of Services (POS) Claims Data file, dated October 1, 2014 with actuals through June 2014.

FUNDING:

1915(i) SPA funds a broad array of purchase of service (POS) costs for eligible individuals. The 1915(i) SPA expenditures are in all of the POS budget categories except for Medical Facilities. 1915(i) SPA expenditures are funded by federal financial participation (FFP) determined by the Federal Medical Assistance Percentage (FMAP) of 50% and 50% General Fund (GF).

CHANGE FROM PRIOR ESTIMATE:

Reflects updated Regional Center POS expenditures

REASON FOR YEAR-TO-YEAR CHANGE:

Reflects AB 10 Minimum Wage Increase in 2014-15 and 2015-16, Federal Labor Regulations in 2014-15, and AB 1522 Employment: Paid Sick Days in 2015-16.

METHODOLOGY:

- **Base:** Actual Fiscal Year 2013-14 expenditures were used to develop the 2014-15 base. For 2015-16, the prior-year estimate for base and growth, with the following adjustments, was used as the base:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
	\$373,387,000	\$361,760,000	-\$11,627,000	\$385,721,000	\$387,184,000	\$25,424,000	\$1,463,000
• Updated Costs without CPP	350,803,000	356,328,000	5,525,000	350,803,000	359,260,000	2,932,000	8,457,000
• AB 10 Minimum Wage Increase (July 1, 2014)	18,566,000	5,432,000	-13,134,000	18,566,000	5,432,000	0	-13,134,000
• Federal Labor Regulations (January 1, 2015)	4,018,000	0	-4,018,000	3,837,000	8,186,000	8,186,000	4,349,000
• AB 10 Minimum Wage Increase (January 1, 2016)	0	0	0	10,561,000	10,561,000	10,561,000	0
• AB 1522 Sick Leave	0	0	0	2,204,000	4,355,000	4,355,000	2,151,000
• Impacts from Other Departments BHT	0	0	0	-250,000	-610,000	-610,000	-360,000

1915(i) State Plan Amendment

EXPENDITURES:		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL EXPENDITURES		\$373,387,000	\$361,760,000	-\$11,627,000	\$385,721,000	\$387,184,000	\$25,424,000	\$1,463,000
	<i>GF Match</i>	186,693,000	180,880,000	-5,813,000	192,860,000	193,592,000	12,712,000	732,000
	<i>FFP</i>	186,694,000	180,880,000	-5,814,000	192,861,000	193,592,000	12,712,000	731,000

Estimated Distribution in Purchase of Services

EXPENDITURES:				% of Expenditures by Budget Category 2014-15 & 2015-16	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL EXPENDITURES					\$373,387,000	\$361,760,000	-\$11,627,000	\$385,721,000	\$387,184,000	\$25,424,000	\$1,463,000
	<i>GF Match</i>				186,693,000	180,880,000	-5,813,000	192,860,000	193,592,000	12,712,000	732,000
	<i>FFP</i>				186,694,000	180,880,000	-5,814,000	192,861,000	193,592,000	12,712,000	731,000
	Community Care Facilities	15.33%	15.33%		\$51,004,000	\$54,616,000	\$3,612,000	\$51,005,000	\$55,066,000	\$450,000	\$4,061,000
	<i>GF Match</i>				25,502,000	27,308,000	1,806,000	25,502,000	27,533,000	225,000	2,031,000
	<i>FFP</i>				25,502,000	27,308,000	1,806,000	25,503,000	27,533,000	225,000	2,030,000
	Day Programs	23.00%	23.00%		\$82,284,000	\$81,941,000	-\$343,000	\$82,284,000	\$82,615,000	\$674,000	\$331,000
	<i>GF Match</i>				41,142,000	40,971,000	-171,000	41,142,000	41,308,000	337,000	166,000
	<i>FFP</i>				41,142,000	40,970,000	-172,000	41,142,000	41,307,000	337,000	165,000
	Habilitation	12.40%	12.40%		\$44,897,000	\$44,199,000	-\$698,000	\$44,897,000	\$44,562,000	\$363,000	-\$335,000
	<i>GF Match</i>				22,448,000	22,100,000	-348,000	22,449,000	22,281,000	181,000	-168,000
	<i>FFP</i>				22,449,000	22,099,000	-350,000	22,448,000	22,281,000	182,000	-167,000
	Transportation	7.23%	7.23%		\$25,438,000	\$25,759,000	\$321,000	\$25,438,000	\$25,971,000	\$212,000	\$533,000
	<i>GF Match</i>				12,719,000	12,879,000	160,000	12,719,000	12,986,000	107,000	267,000
	<i>FFP</i>				12,719,000	12,880,000	161,000	12,719,000	12,985,000	105,000	266,000

1915(i) State Plan Amendment Estimated Distribution in Purchase of Services

EXPENDITURES:	% of Expenditures by Budget Category 2014-15 & 2015-16		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Support Services	23.72%	23.72%	\$81,384,000	\$84,517,000	\$3,133,000	\$81,384,000	\$85,212,000	\$695,000	\$3,828,000
<i>GF Match</i>			40,692,000	42,258,000	1,566,000	40,692,000	42,606,000	348,000	1,914,000
<i>FFP</i>			40,692,000	42,259,000	1,567,000	40,692,000	42,606,000	347,000	1,914,000
In-Home Respite	5.44%	5.44%	\$18,989,000	\$19,395,000	\$406,000	\$18,988,000	\$19,555,000	\$160,000	\$567,000
<i>GF Match</i>			9,495,000	9,697,000	202,000	9,495,000	9,778,000	81,000	283,000
<i>FFP</i>			9,494,000	9,698,000	204,000	9,493,000	9,777,000	79,000	284,000
Out-of-Home Respite	0.69%	0.69%	\$2,017,000	\$2,462,000	\$445,000	\$2,017,000	\$2,483,000	\$21,000	\$466,000
<i>GF Match</i>			1,008,000	1,231,000	223,000	1,008,000	1,241,000	10,000	233,000
<i>FFP</i>			1,009,000	1,231,000	222,000	1,009,000	1,242,000	11,000	233,000
Health Care	2.64%	2.64%	\$9,928,000	\$9,415,000	-\$513,000	\$9,928,000	\$9,492,000	\$77,000	-\$436,000
<i>GF Match</i>			4,964,000	4,708,000	-256,000	4,964,000	4,746,000	38,000	-218,000
<i>FFP</i>			4,964,000	4,707,000	-257,000	4,964,000	4,746,000	39,000	-218,000
Miscellaneous	9.55%	9.55%	\$34,862,000	\$34,024,000	-\$838,000	\$34,862,000	\$34,304,000	\$280,000	-\$558,000
<i>GF Match</i>			17,431,000	17,012,000	-419,000	17,431,000	17,152,000	140,000	-279,000
<i>FFP</i>			17,431,000	17,012,000	-419,000	17,431,000	17,152,000	140,000	-279,000
AB 10 Minimum Wage Increase (July 1, 2014)			\$18,566,000	\$5,432,000	-\$13,134,000	\$18,566,000	\$5,432,000	\$0	-\$13,134,000
<i>GF Match</i>			9,283,000	2,716,000	-6,567,000	9,283,000	2,716,000	0	-6,567,000
<i>FFP</i>			9,283,000	2,716,000	-6,567,000	9,283,000	2,716,000	0	-6,567,000
AB 10 Minimum Wage Increase (January 1, 2016)			\$0	\$0	\$0	\$10,561,000	\$10,561,000	\$10,561,000	\$0
<i>GF Match</i>			0	0	0	5,280,000	5,280,000	5,280,000	0
<i>FFP</i>			0	0	0	5,281,000	5,281,000	5,281,000	0
Federal Labor Regulations (January 1, 2015)			\$4,018,000	\$0	-\$4,018,000	\$3,837,000	\$8,186,000	\$8,186,000	\$4,349,000
<i>GF Match</i>			2,009,000	0	-2,009,000	1,918,000	4,093,000	4,093,000	2,175,000
<i>FFP</i>			2,009,000	0	-2,009,000	1,919,000	4,093,000	4,093,000	2,174,000
AB 1522 Employment: Paid Sick Days			\$0	\$0	\$0	\$2,204,000	\$4,355,000	\$4,355,000	\$2,151,000
<i>GF Match</i>			0	0	0	1,102,000	2,177,000	2,177,000	1,075,000
<i>FFP</i>			0	0	0	1,102,000	2,178,000	2,178,000	1,076,000

1915(i) State Plan Amendment Estimated Distribution in Purchase of Services

EXPENDITURES:	% of Expenditures by Budget Category <u>2014-15 & 2015-16</u>	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Impacts from Other Departments, DHCS - Behavioral								
Health Treatment		\$0	\$0	\$0	-\$250,000	-\$610,000	-\$610,000	-\$360,000
<i>GF Match</i>		0	0	0	-125,000	-305,000	-305,000	-180,000
<i>FFP</i>		0	0	0	-125,000	-305,000	-305,000	-180,000

Money Follows the Person Grant Operations

DESCRIPTION:

The Department of Health Care Services (DHCS) administers California's Money Follows the Person (MFP) Grant. The federal MFP Grant (also known as California Community Transitions) provides federal funding for eligible services needed to assist consumers in transitioning to the community from institutions.

ASSUMPTIONS:

		Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
The MFP Grant will fund regional center transition coordination activities for the following:								
• Quality of Life Surveys		\$23,000	\$19,000	-\$4,000	\$22,000	\$20,000	\$1,000	-\$2,000
It is assumed that each regional center will complete three QoL surveys per consumer who has transitioned from a developmental center into the community and whose POS is funded by MFP	<i>Funding:</i>							
	<i>FFP</i>	23,000	19,000	-4,000	22,000	20,000	1,000	-2,000
	<i>GF Match</i>	0	0	0	0	0	0	0
• Lanterman Developmental Center Closure, see Page E-2.16.		\$1,606,000	\$2,131,000	\$525,000	\$0	\$0	-\$2,131,000	\$0
	<i>Funding:</i>							
	<i>FFP</i>	1,205,000	1,598,000	393,000	0	0	-1,598,000	0
	<i>GF Match</i>	401,000	533,000	132,000	0	0	-533,000	0
• Community Placement Plan, Resource Development, see Pages E-17.3 and E-17.5.		\$4,381,000	\$3,856,000	-\$525,000	\$5,077,000	\$6,367,000	\$2,511,000	\$1,290,000
	<i>Funding:</i>							
	<i>FFP</i>	3,286,000	2,892,000	-394,000	3,808,000	4,775,000	1,883,000	967,000
	<i>GF Match</i>	1,095,000	964,000	-131,000	1,269,000	1,592,000	628,000	323,000

FUNDING:

The MFP Grant reimbursement is 75% federal financial participation (FFP) / 25% General Fund (GF) for specified Centers for Medicare and Medicaid Services (CMS) approved transition coordination activities.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated expenditures for Money Follows the Person Grant.

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$6,010,000	\$6,006,000	-\$4,000	\$5,099,000	\$6,387,000	\$381,000	\$1,288,000
FFP	4,514,000	4,509,000	-5,000	3,830,000	4,795,000	286,000	965,000
GF Match	1,496,000	1,497,000	1,000	1,269,000	1,592,000	95,000	323,000

Money Follows the Person Grant Purchase of Services

DESCRIPTION:

The Department of Health Care Services administers California's Money Follows the Person (MFP) Grant. The federal MFP Grant (also known as California Community Transitions) provides federal funding for eligible services needed to assist consumers in transitioning to the community from institutions.

ASSUMPTIONS:

The MFP Grant will fund regional center purchased consumer services as follows:

- Community Placement Plan, Purchase of Services, see Page E-17.3.

Funding:

FFP

GF Match

- Community Care Facilities (transition from Lanterman Developmental Center), see Pages E-5.1 through E-5.3.

Funding:

FFP

GF Match

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
	\$2,746,000	\$2,427,000	-\$319,000	\$2,788,000	\$3,181,000	\$754,000	\$393,000
<i>FFP</i>	2,746,000	2,427,000	-319,000	2,788,000	3,181,000	754,000	393,000
<i>GF Match</i>	0	0	0	0	0	0	0
	\$1,007,000	\$1,341,000	\$334,000	\$0	\$0	-\$1,341,000	\$0
<i>FFP</i>	1,007,000	1,341,000	334,000	0	0	-1,341,000	0
<i>GF Match</i>	0	0	0	0	0	0	0

FUNDING:

The MFP Grant reimbursement is 75% federal financial participation (FFP) / 25% General Fund (GF) for specified Centers for Medicare and Medicaid Services approved transition coordination activities.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects updated expenditures for the Money Follows the Person Grant

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$3,753,000	\$3,768,000	\$15,000	\$2,788,000	\$3,181,000	-\$587,000	\$393,000
<i>FFP</i>	3,753,000	3,768,000	15,000	2,788,000	3,181,000	-587,000	393,000
<i>GF Match</i>	0	0	0	0	0	0	0

Money Follows the Person Grant Total

EXPENDITURES:

	Enacted Budget	Updated 2014-15	2014-15 Request	Enacted 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Over Enacted Budget
TOTAL	\$9,763,000	\$9,774,000	\$11,000	\$7,887,000	\$9,568,000	-\$206,000	\$1,681,000
FFP	8,267,000	8,277,000	10,000	6,618,000	7,976,000	-301,000	1,358,000
GF Match	1,496,000	1,497,000	1,000	1,269,000	1,592,000	95,000	323,000

Homeland Security Grant Program

DESCRIPTION:

The Homeland Security Grant Program (HSGP), administered by the California Emergency Management Agency, is comprised of five interconnected grants that support the implementation of State Homeland Security Strategies to address the identified planning, organization, equipment, training, and exercise needs to prevent, protect against, respond to, and recover from acts of terrorism and other catastrophic events.

ASSUMPTIONS/METHODOLOGY:

The Department of Development Services' (DDS) portion of the HSGP award is determined by the U.S. Department of Homeland Security Federal Emergency Management Agency and will fund equipment, training, and exercise needs to prevent, protect against, respond to, and recover from acts of terrorism and other catastrophic events at specific regional centers (RC's).

FUNDING:

The HSGP award is 100% federal funds and is reflected under RC Operations, Projects.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

No Change

EXPENDITURES:

	Governor's			Governor's		2015-16	
	Budget	Updated	2014-15	Budget	Updated	Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request
Grant Amount Allocation:	\$411,000	\$0	-\$411,000	\$411,000	\$0	\$0	-\$411,000

Early Periodic Screening Diagnosis and Treatment

DESCRIPTION:

Early Periodic Screening, Diagnosis and Treatment (EPSDT) is a Medicaid (Medi-Cal) benefit for individuals under the age of 21 who have full-scope Medi-Cal eligibility. In addition to the regular Medi-Cal benefits, a beneficiary may receive EPSDT Supplemental Services. The Department of Developmental Services has submitted a State Plan Amendment (SPA) that will cover some regional center funded services that are not eligible for federal reimbursement under other Medicaid funded programs.

ASSUMPTIONS:

Estimates based on actual expenditures for the period of July 2013 through June 2014, with an implementation date of October 1, 2012.

FUNDING:

Funding for EPSDT services is 50% Federal Financial Participation (FFP) and 50% General Fund (GF).

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

No change

EXPENDITURES:	Governor's			Governor's			2015-16	
	Budget 2014-15	Updated 2014-15	2014-15 Request	Budget 2015-16	Updated 2015-16	Over 2014-15	2015-16 Request	
TOTAL EXPENDITURES	\$50,576,000	\$50,576,000	\$0	\$52,548,000	\$52,548,000	\$1,972,000		\$0
GF Match	25,288,000	25,288,000	0	26,274,000	26,274,000	986,000		0
FFP	25,288,000	25,288,000	0	26,274,000	26,274,000	986,000		0

Early Periodic Screening Diagnosis and Treatment

Estimated Distribution in Purchase of Services

EXPENDITURES:		% of Expend. by Budget Category 2013-14 & 2014-15	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL EXPENDITURES			\$50,576,000	\$50,576,000	\$0	\$52,548,000	\$52,548,000	\$1,972,000	\$0
	GF Match		25,288,000	25,288,000	0	26,274,000	26,274,000	986,000	0
	FFP		25,288,000	25,288,000	0	26,274,000	26,274,000	986,000	0
	Day Programs	100.00%	\$50,576,000	\$50,576,000	\$0	\$52,548,000	\$52,548,000	\$1,972,000	\$0
	GF Match		25,288,000	25,288,000	0	26,274,000	26,274,000	986,000	0
	FFP		25,288,000	25,288,000	0	26,274,000	26,274,000	986,000	0

Race to the Top

DESCRIPTION:

The Race to the Top -- Early Learning Challenge focuses on improving California early learning and development programs and increases access to high-quality programs for high-needs children, birth to five years. As a participating state agency, the Department of Developmental Services (DDS) will facilitate and provide leadership on interagency coordination across childhood initiatives; participate with statewide efforts; and, coordinate best practices in developmental and health screening at the local level.

ASSUMPTIONS:

DDS via interagency agreement with the Department of Education (CDE) will receive a federal grant totaling \$1,000,000 over 3-1/2 years (July 1, 2012 - December 31, 2015). Grant award funds will be allocated as follows:

2012-13:	\$44,000
2013-14:	\$472,000
2014-15:	\$341,000
2015-16:	\$143,000

FUNDING:

Funding for Race to the Top is a federal grant received via an interagency agreement with CDE.

CHANGE FROM PRIOR ESTIMATE AND YEAR-TO-YEAR CHANGE:

Reflects final year of the grant award period

EXPENDITURES:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Grant Allocation	\$341,000	\$341,000	\$0	\$143,000	\$143,000	-\$198,000	\$0

Program Development Fund/Parental Fees

DESCRIPTION:

Parents of children under the age of 18 years who receive 24-hour out-of-home services provided by the State or purchased with State funds through a regional center are required to pay a fee depending on their ability to pay. Parents of children under the age of 18 years who live at home and receive qualifying services from a regional center whose adjusted gross family income is at or above 400 percent of the federal poverty level are required to pay an annual fee. The purpose of the Program Development Fund (PDF) is to provide resources needed to initiate new programs which are consistent with the State Plan (Welfare and Institutions Code Sections 4677, 4782, and 4785).

ASSUMPTIONS/METHODOLOGY:

PDF amounts are based on the current information regarding projected revenues.

FUNDING:

Expenditure of PDF funds is reflected in the Purchase of Services, Miscellaneous Services estimate.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

The 2014-15 Enacted Budget inadvertently carried forward approximately \$900,000 in one time recoveries for past due fees from 2011-12 and 2012-13, already budgeted for in 2013-14, updated population and payment information.

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Parental Fees	\$1,905,000	\$875,000	-\$1,030,000	\$1,905,000	\$875,000	\$0	-\$1,030,000
Annual Family Program Fees	2,166,000	1,858,000	-308,000	2,198,000	1,858,000	0	-340,000
TOTAL	\$4,071,000	\$2,733,000	-\$1,338,000	\$4,103,000	\$2,733,000	\$0	-\$1,370,000

Developmental Disabilities Services Account

DESCRIPTION:

The Developmental Disabilities Services Account is used as a depository for application fees collected by the Department of Developmental Services (DDS) for conducting the review and approval of housing proposals pursuant to Senate Bill (SB) 1175 (Chapter 617, Statutes of 2008).

ASSUMPTIONS:

DDS expects to receive housing proposals totaling \$150,000 in application fees.

FUNDING:

These costs are reflected in the Review of SB 1175 Housing Proposals, under Operations, Projects.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

No change

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$150,000	\$150,000	\$0	\$150,000	\$150,000	\$0	\$0

Mental Health Services Fund

DESCRIPTION:

Initiative Statute (Proposition 63) imposes an additional tax on taxable income over \$1 million to provide funds to counties to expand services and develop innovative programs and integrated service plans for mentally ill children, adults and seniors. Consistent with the requirements of the Mental Health Services Act (MHSA - Proposition 63), the Department of Developmental Services, in consultation with the California Department of Health Care Services, identifies best practice models and provides training to enhance the effectiveness of the regional center and county mental health service systems to better identify and provide a competent response for those consumers who are dually diagnosed (i.e. have a developmental disability and a mental illness).

ASSUMPTIONS/METHODOLOGY:

Funding will be used to implement services and trainings to more effectively address consumers who are dually diagnosed. Specifically, these funds will provide the following ongoing components at the local level:

METHODODOLOGY:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Regional Best Practice Training	\$654,000	\$654,000	\$0	\$740,000	\$740,000	\$86,000	\$0
• Regional Center Technical Assistance and Liaison Support	86,000	86,000	0	0	0	-86,000	0
• TOTAL EXPENDITURES	<u>\$740,000</u>	<u>\$740,000</u>	<u>\$0</u>	<u>\$740,000</u>	<u>\$740,000</u>	<u>\$0</u>	<u>\$0</u>

FUNDING:

These funds are reflected in the Increased Access to Mental Health Services estimate, under Regional Center Operations, Projects.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

No change

EXPENDITURES:

TOTAL	\$740,000	\$740,000	\$0	\$740,000	\$740,000	\$0	\$0
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Early Start Part C Grant, Federal Funds

DESCRIPTION:

Part C of the federal Individuals with Disabilities Education Act (IDEA) provides federal grant funding for states to develop and operate early intervention programs for families and their children with developmental delays, disabilities, or conditions, which place them at high risk of disabilities from birth to under age 3 years. The program, known as Early Start in California, is administered according to Title 34 of the Code of Federal Regulations, Sections 303.1 through 303.654. The program is also administered according to the California Early Intervention Services Act and State regulations found in Title 17 of the California Code of Regulations, Sections 52000 through 52175. California has designated the Department of Developmental Services (DDS) to act as its lead agency for preparing the annual grant application and for receiving and administering the federal funds. DDS allocates a significant portion of the federal funding to regional centers (RC) for local program operation. Also, DDS has an interagency agreement with California Department of Education (CDE) to provide funding for local education agency programs and services, in accordance with the California Early Intervention Services Act, contained in Title 14 of the Government Code (GC), Sections 95000 through 95029.

KEY DATA/ASSUMPTIONS:

Federal Office of Special Education Programs (OSEP) grant award letter Part C Allocation Table dated July 1, 2014 and allocation table for federal fiscal year 2015.

METHODOLOGY:

The Part C IDEA Grant funds are used to pay costs for the additional federal requirements imposed by the Part C program. Funds are disbursed in this order (1) other agencies, and (2) RC Purchase of Services (POS). Services and costs for this age group are identified below. Costs for POS expenditures are already included in the forecasts for each of the POS budget categories, in the POS section of the estimate.

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Other Agencies	\$19,109,000	\$19,109,000	\$0	\$19,109,000	\$19,109,000	\$0	\$0
• CDE: Additional federal requirements include shorter time lines for conducting evaluation, assessment and program plan development, provision of year-round services, service coordination and administrative services, and provision of services to children with solely low incidence disabilities in regions where such services to this age group were not provided prior to Part C implementation.							
Local Education Agencies	14,245,000	14,245,000	0	14,245,000	14,245,000	0	0
Support	355,000	355,000	0	355,000	355,000	0	0

Early Start Part C Grant, Federal Funds

	Governor's Budget 2014-15	Updated 2014-15	2013-14 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
METHODOLOGY (continued):							
• System Requirements: Funding is required for public awareness and a comprehensive system of personnel development, mediation and due process hearings conducted by the State Office of Administrative Hearings, and collaboration with Department of Health Care Services' Children's Medical Services.	1,850,000	1,850,000	0	1,850,000	1,850,000	0	0
• Family Resource Centers (FRC): Funds pay for services that are provided by 33 contractors. Services, which are specified in GC 95024(d)(2), include parent-to-parent support, information dissemination, public awareness and family professional collaboration activities.	2,659,000	2,659,000	0	2,659,000	2,659,000	0	0
• RC POS The remaining Part C Grant funds, after funding CDE and FRC system requirements, are used for POS. The following estimates are based on the proportion of total POS expenditures in 2012-13 by budget category.	\$47,350,000	\$47,350,000	\$0	\$31,932,000	\$31,433,000	-\$15,917,000	-\$499,000
Day Programs	26,999,000	26,999,000	0	18,123,000	17,840,000	-9,159,000	-283,000
Support Services	755,000	755,000	0	512,000	504,000	-251,000	-8,000
In-Home Respite	268,000	268,000	0	182,000	179,000	-89,000	-3,000
Out-of-Home Respite	189,000	189,000	0	128,000	126,000	-63,000	-2,000
Health Care	4,138,000	4,138,000	0	2,808,000	2,764,000	-1,374,000	-44,000
Miscellaneous Services	15,001,000	15,001,000	0	10,179,000	10,020,000	-4,981,000	-159,000
• TOTAL EXPENDITURES	\$66,459,000	\$66,459,000	\$0	\$51,041,000	\$50,542,000	-\$15,917,000	-\$499,000

Early Start Part C Grant, Federal Funds

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

Reflects \$14.8 million in one-time carryover funds from prior years that is available for expenditure in 2014-15

FUNDING:

The annual Part C Grant is independently determined by OSEP. It is 100% federal funds and requires a Maintenance of Effort from the state.

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$66,459,000	\$66,459,000	\$0	\$51,041,000	\$50,542,000	-\$15,917,000	-\$499,000
Grant	66,459,000	66,459,000	0	51,041,000	50,542,000	-15,917,000	-499,000

Foster Grandparent Program

DESCRIPTION:

The Foster Grandparent Program (FGP) is a federal grant gives men and women, 55 years of age and older, the opportunity to serve their community by sharing their time and attention with children under the age of 22 years who have developmental disabilities. Foster grandparents volunteer in community schools, developmental centers, Head Start centers, foster homes and pre-schools (see Regional Center (RC) Operations, Projects, for more detail on the total RC costs for this program).

ASSUMPTIONS/METHODOLOGY:

The FGP grant is used as a fund source for specified RC operations costs in five RC's: Valley Mountain, Tri-Counties, Kern, Central Valley and San Andreas.

FUNDING:

These federal funds are reflected in the Foster Grandparent/Senior Companion Programs estimate, under RC Operations, Projects.

CHANGE FROM PRIOR ESTIMATE:

Reflects updated information on grant amount.

REASON FOR YEAR-TO-YEAR CHANGE:

Reflects the transfer of funding from the Developmental Centers Program to the community.

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
Grant Amount Allocation :	\$713,000	\$748,000	\$35,000	\$812,000	\$812,000	\$64,000	\$0

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REVISED MAJOR ASSUMPTIONS

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New Major Assumptions Federal Labor Regulations

DESCRIPTION:

Effective January 1, 2015, new regulations by the Federal Department of Labor will revise the implementation of the Fair Labor Standards Act (FLSA) to include home care workers, also known as personal care assistants, in overtime compensation. This revision will change and limit the allowable activities that qualify for an exemption to the overtime requirements, and change conditions of work for family employers. Regional centers purchase a variety of services such as respite, supported living, and personal assistance, that have rates determined, in part, by the exemption from overtime pay requirements pursuant to the definition for 'personal attendant' provided by the California Industrial Welfare Commission Wage Order No. 15-2001. The FLSA changes will supersede the State's overtime pay exemption. As a result it is likely that providers of services with rates impacted by the FLSA changes may require rate increases in order to stay in compliance with federal regulation.

ASSUMPTIONS:

Actual expenditures for Personal Assistant, In-Home Respite, and Supported Living Services (SLS) were used for estimating impact of changes to the Federal Labor Regulations. The direct care workers in these services employed by a third party (non-family member) performing "companionship" services currently are exempt from overtime and under the rule change will become eligible for overtime effective January 1, 2015. DDS assumes a 5.82 percent increase in costs for consumers receiving SLS, Respite and Personal Assistant services. Provider rate increases will be based on the administrative costs required to comply with the federal regulations.

METHODOLOGY:	Governor's			Governor's		2015-16	
	Budget	Updated	2014-15	Budget	Updated	Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request
Support Services	\$15,278,000	\$0	-\$15,278,000	\$30,554,000	\$31,889,000	\$31,889,000	\$1,335,000
In-Home Respite	5,400,000	0	-5,400,000	10,799,000	11,435,000	\$11,435,000	\$636,000
Total	\$20,678,000	\$0	-\$20,678,000	\$41,353,000	\$43,324,000	\$43,324,000	\$1,971,000

FUNDING:

These Federal Labor Regulations expenditures are assumed to be funded by the General Fund (GF), the Home and Community-Based Services (HCBS) Waiver and 1915(i) with 50% Federal Financial Participation (FFP) and 50% GF. The State GF Other portion is that which is non-FFP.

EXPENDITURES:	Governor's			Governor's		2015-16	
	Budget	Updated	2014-15	Budget	Updated	Over	2015-16
	2014-15	2014-15	Request	2015-16	2015-16	2014-15	Request
TOTAL	\$20,678,000	\$0	-\$20,678,000	\$41,353,000	\$43,324,000	\$43,324,000	\$1,971,000
GF	\$11,262,000	\$0	-\$11,262,000	\$24,286,000	\$23,360,000	\$23,360,000	-\$926,000
GF Match	9,485,000	0	-9,485,000	17,065,000	19,963,000	19,963,000	\$2,898,000
GF Other	1,777,000	0	-1,777,000	7,221,000	3,397,000	3,397,000	-\$3,824,000
Reimbursements	\$9,416,000	\$0	-\$9,416,000	\$17,067,000	\$19,964,000	\$19,964,000	\$2,897,000
HCBS Waiver	7,407,000	0	-7,407,000	15,148,000	15,871,000	15,871,000	\$723,000
1915 (i)	2,009,000	0	-2,009,000	1,919,000	4,093,000	4,093,000	\$2,174,000

New Major Assumptions Early Start Restoration

DESCRIPTION:

Section 95014 of the Government Code is amended to read: The term "eligible infant or toddler" for the purposes of this title means infants and toddlers from birth through two years of age, for whom a need for early intervention services, as specified in the federal Individuals with Disabilities Education Act (20 U.S.C. Sec. 1431 et seq.) and who meet the following criteria: (1) Developmentally delayed infants and toddlers who are determined to have a significant difference between the expected level of development for their age and their current level of functioning. (2) Infants and toddlers with established risk conditions. (3) Infants and toddlers who are at a high risk of having substantial developmental disability due to a combination of biomedical risk factors.

ASSUMPTIONS:

The estimate assumes Early Start Restoration for eligible children.

Methodology:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
• Day Programs	\$3,157,000	\$3,157,000	\$0	\$3,157,000	\$8,704,000	\$5,547,000	\$5,547,000
• Support Services	\$89,000	\$89,000	\$0	\$89,000	\$245,000	\$156,000	\$156,000
• In-Home Respite	\$32,000	\$32,000	\$0	\$32,000	\$88,000	\$56,000	\$56,000
• Out-of-Home Respite	\$22,000	\$22,000	\$0	\$22,000	\$61,000	\$39,000	\$39,000
• Health Care	\$489,000	\$489,000	\$0	\$489,000	\$1,348,000	\$859,000	\$859,000
• Miscellaneous	\$1,774,000	\$1,774,000	\$0	\$1,774,000	\$4,891,000	\$3,117,000	\$3,117,000
TOTAL EXPENDITURES	\$5,563,000	\$5,563,000	\$0	\$5,563,000	\$15,337,000	\$9,774,000	\$9,774,000

FUNDING:

Expenditures from Early Start Restoration are funded by General Fund Other.

CHANGE FROM PRIOR ESTIMATE & REASON FOR YEAR-TO-YEAR CHANGE:

This is a new major assumption.

EXPENDITURES:

	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$5,563,000	\$5,563,000	\$0	\$5,563,000	\$15,337,000	\$9,774,000	\$9,774,000
GF	\$5,563,000	\$5,563,000	\$0	\$5,563,000	\$15,337,000	\$9,774,000	\$9,774,000
GF Match	0	0	0	0	0	0	0
GF Other	5,563,000	5,563,000	0	5,563,000	15,337,000	9,774,000	9,774,000
Reimbursements	\$0	\$0	\$0	\$0	\$0	\$0	\$0

New Major Assumptions
Assembly Bill (AB) 10, Minimum Wage Increase:
Minimum Wage Increase Effective January 1, 2016
Operations

DESCRIPTION:

AB 10, Chapter 351, Statutes of 2013 increases the minimum wage after January 1, 2016, from \$9 per hour to \$10 per hour. This minimum wage increase will apply to positions in Core Staffing that are budgeted at minimum wage. The positions that requires additional funding are Account Clerks and Secretary I.

ASSUMPTIONS:

Cost were estimated based on the budgeted salary for Account Clerks and Secretary I (see page E-2.8 Attachment A, Operations).

METHODOLOGY:

	Governor's Budget 2015-16	Updated 2015-16	2015-16 Request
TOTAL EXPENDITURES	\$1,872,000	\$2,053,000	\$181,000

FUNDING:

Expenditures for the minimum wage increase are funded by Targeted Case Management (TCM) and General Fund (GF) with 50% Federal Financial Participation (FFP) and 50% GF. The State GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

This is a new estimate.

EXPENDITURES:

	Governor's Budget 2015-16	Updated 2015-16	2015-16 Request
TOTAL	\$1,872,000	\$2,053,000	\$181,000
GF	\$1,610,000	\$1,766,000	\$156,000
<i>GF Match</i>	<i>262,000</i>	<i>287,000</i>	<i>25,000</i>
<i>GF Other</i>	<i>1,348,000</i>	<i>1,479,000</i>	<i>131,000</i>
Reimbursements	\$262,000	\$287,000	\$25,000
<i>TCM</i>	<i>262,000</i>	<i>287,000</i>	<i>25,000</i>

**New Major Assumptions
Assembly Bill (AB) 10, Minimum Wage Increase:
Minimum Wage Increase Effective January 1, 2016
Purchase of Services**

DESCRIPTION:

AB 10, Chapter 351, Statutes of 2013 increases the minimum wage, on and after July 1, 2014, from \$8 per hour to \$9 per hour. This bill further increases the minimum wage, on and after January 1, 2016, from \$9 per hour to \$10 per hour. This minimum wage increase will apply to the services which rely on employees that are paid minimum wage. The services which require additional funding are community care facilities (CCFs), day program services, habilitation services, respite services, supported living services (SLS), transportation and miscellaneous.

ASSUMPTIONS:

Costs to the following programs were estimated based on actual expenditures and include mandated employer costs for Social Security, Medicare, Federal Unemployment, State Unemployment, and Worker's Compensation.

METHODOLOGY:

	Governor's Budget 2015-16	Updated 2015-16	2015-16 Request
<i>Community Care Facilities</i>	\$29,157,000	\$29,157,000	\$0
<i>Day Program Services</i>	18,118,000	18,118,000	0
<i>Habilitation Services</i>	1,678,000	1,678,000	0
<i>Transportation</i>	2,765,000	2,765,000	0
<i>Support Services</i>	6,967,000	6,967,000	0
<i>In-Home Respite</i>	3,620,000	3,620,000	0
<i>Out-of-Home Respite</i>	52,000	52,000	0
<i>Miscellaneous</i>	0	0	0
TOTAL EXPENDITURES	\$62,357,000	\$62,357,000	\$0

FUNDING:

Expenditures from the minimum wage increases are assumed to be funded by the General Fund (GF), the Home and Community-Based Services (HCBS) Waiver and 1915(i) with 50% Federal Financial Participation (FFP) and 50% GF. The State GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE:

Updated expenditures for minimum wage increase effective January 1, 2016

	Governor's Budget 2015-16	Updated 2015-16	2015-16 Request
EXPENDITURES:			
TOTAL	\$62,357,000	\$62,357,000	\$0
GF	\$35,042,000	\$35,042,000	\$0
<i>GF Match</i>	27,314,000	27,314,000	0
<i>GF Other</i>	7,728,000	7,728,000	0
Reimbursements	\$27,315,000	\$27,315,000	\$0
<i>HCBS Waiver</i>	22,034,000	22,034,000	0
<i>1915 (i)</i>	5,281,000	5,281,000	0

New Major Assumptions Community Placement Plan Continuation Costs

DESCRIPTION:

This estimate is based on projected costs and historical experience derived from budget category assessments of community services and supports needs, and reflects what is actually needed to place an individual from the developmental center (DC) into the community. Community Placement Plans (CPPs) are developed through negotiations with each regional center and are based on individualized planning efforts.

KEY DATA/ASSUMPTIONS:

Data Source: For the 2015 May Revision, CPP Continuation Costs for 2014-15 and 2015-16 have been updated, based budget category expenditures received from the regional centers 2012-13 and 13-14. CPP Continuation Costs are assumed to grow at the same percentage from 2012-13 to 2013-14.

METHODOLOGY:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Request
• Community Care Facilities	2,774,000	17,059,000	14,285,000	2,774,000	28,100,000	25,326,000
• Medical Facilities	40,000	249,000	209,000	40,000	410,000	370,000
• Day Programs	150,000	922,000	772,000	150,000	1,518,000	1,368,000
• Habilitation Services Program	1,000	4,000	3,000	1,000	6,000	5,000
• Transportation	31,000	191,000	160,000	31,000	315,000	284,000
• Support Services	1,024,000	6,299,000	5,275,000	1,024,000	10,375,000	9,351,000
• In-Home Respite	35,000	212,000	177,000	35,000	350,000	315,000
• Out-of-Home Respite	2,000	15,000	13,000	2,000	25,000	23,000
• Health Care	22,000	136,000	114,000	22,000	224,000	202,000
• Miscellaneous	74,000	457,000	383,000	74,000	753,000	679,000
TOTAL EXPENDITURES:	\$4,153,000	\$25,544,000	\$21,391,000	\$4,153,000	\$42,076,000	\$37,923,000

FUNDING:

Expenditures for Continuation Costs are assumed to be funded by the General Fund (GF), the Home and Community-Based Services (HCBS) Waiver and the 1915(i) with 50% Federal Financial Participation (FF) and 50% GF. The State GF Other portion that which is non-FF).

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

This is a new major assumption.

EXPENDITURES:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Request
TOTAL	\$4,153,000	\$25,544,000	\$21,391,000	\$4,153,000	\$42,076,000	\$37,923,000
GF	\$3,569,000	\$19,286,000	\$15,717,000	\$3,569,000	\$33,456,000	\$29,887,000
<i>GF Match</i>	<i>584,000</i>	<i>6,258,000</i>	<i>5,674,000</i>	<i>584,000</i>	<i>8,620,000</i>	<i>8,036,000</i>
<i>GF Other</i>	<i>2,985,000</i>	<i>13,028,000</i>	<i>10,043,000</i>	<i>2,985,000</i>	<i>24,836,000</i>	<i>21,851,000</i>
Reimbursements	\$584,000	\$6,258,000	\$5,674,000	\$584,000	\$8,620,000	\$8,036,000
<i>HCBS Waiver</i>	<i>584,000</i>	<i>6,258,000</i>	<i>5,674,000</i>	<i>584,000</i>	<i>8,620,000</i>	<i>8,036,000</i>
<i>1915(i)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Revised Major Assumptions
Assembly Bill (AB) 10, Minimum Wage Increase:
Minimum Wage Increase Effective July 1, 2014
Purchase of Services

DESCRIPTION:

AB 10, Chapter 351, Statutes of 2013 increases the minimum wage, on and after July 1, 2014, from \$8 per hour to \$9 per hour. This bill further increases the minimum wage, on and after January 1, 2016, from \$9 per hour to \$10 per hour. This minimum wage increase will apply to the services which rely on employees that are paid minimum wage. The services which require additional funding are community care facilities (CCFs), day program services, habilitation services, respite services, supported living services (SLS), transportation and miscellaneous.

ASSUMPTIONS:

Costs to the following programs were estimated based on actual expenditures and include mandated employer costs for Social Security, Medicare, Federal Unemployment, State Unemployment, and Worker's Compensation.

METHODOLOGY:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
<i>Community Care Facilities</i>	\$52,800,000	\$53,284,000	\$484,000	\$52,800,000	\$53,284,000	\$0	\$484,000
<i>Day Program Services</i>	30,317,000	2,020,000	-28,297,000	30,317,000	2,020,000	0	-28,297,000
<i>Habilitation Services</i>	1,863,000	80,000	-1,783,000	1,863,000	80,000	0	-1,783,000
<i>Transportation</i>	3,177,000	114,000	-3,063,000	3,177,000	114,000	0	-3,063,000
<i>Support Services</i>	7,945,000	6,161,000	-1,784,000	7,945,000	6,161,000	0	-1,784,000
<i>In-Home Respite</i>	9,010,000	12,953,000	3,943,000	9,010,000	12,953,000	0	3,943,000
<i>Out-of-Home Respite</i>	1,356,000	186,000	-1,170,000	1,356,000	186,000	0	-1,170,000
<i>Miscellaneous</i>	0	476,000	476,000	0	476,000	0	476,000
TOTAL EXPENDITURES	\$106,468,000	\$75,274,000	-\$31,194,000	\$106,468,000	\$75,274,000	\$0	-\$31,194,000

FUNDING:

Expenditures from the minimum wage increases are assumed to be funded by the General Fund (GF), the Home and Community-Based Services (HCBS) Waiver and 1915(i) with 50% Federal Financial Participation (FFP) and 50% GF. The State GF Other portion is that which is non-FFP.

CHANGE FROM PRIOR ESTIMATE:

Updated expenditures for minimum wage increase effective July 1, 2014.

EXPENDITURES:	Governor's Budget 2014-15	Updated 2014-15	2014-15 Request	Governor's Budget 2015-16	Updated 2015-16	2015-16 Over 2014-15	2015-16 Request
TOTAL	\$106,468,000	\$75,274,000	-\$31,194,000	\$106,468,000	\$75,274,000	\$0	-\$31,194,000
GF	\$59,721,000	\$43,170,000	-\$16,551,000	\$59,721,000	\$43,170,000	\$0	-\$16,551,000
<i>GF Match</i>	46,746,000	32,104,000	-14,642,000	46,746,000	32,104,000	0	-14,642,000
<i>GF Other</i>	12,975,000	11,066,000	-1,909,000	12,975,000	11,066,000	0	-1,909,000
Reimbursements	\$46,747,000	\$32,104,000	-\$14,643,000	\$46,747,000	\$32,104,000	\$0	-\$14,643,000
<i>HCBS Waiver</i>	37,464,000	29,388,000	-8,076,000	37,464,000	29,388,000	0	-8,076,000
<i>1915 (i)</i>	9,283,000	2,716,000	-6,567,000	9,283,000	2,716,000	0	-6,567,000

Revised Major Assumptions Assembly Bill (AB) 1522 Employment: Paid Sick Days

DESCRIPTION:

AB 1522, Chapter 317, Statutes of 2014, Sick Leave Bill enacts the Healthy Workplaces, Healthy Families Act of 2014. Pursuant to AB 1522, after July 1, 2015, an employee who works in California for 30 days or more in a calendar year, is entitled to paid sick days that will accrue at a rate of no less than one hour for every 30 hours worked, and may be used beginning on the 90th calendar day of employment. Employers may limit the use of an employee's sick leave to 24 hours or 3 days in each calendar year.

ASSUMPTIONS:

Costs to the following programs were estimated using the projected number of employees providing consumer services that have no sick leave and assume 24 hours (3 days) of paid sick leave.

METHODOLOGY:	Governor's Budget 2015-16	Updated 2015-16	2015-16 Request
• Community Care Facilities	10,903,000	11,786,000	883,000
• Medical Facilities	29,000	29,000	0
• Day Programs	5,143,000	5,642,000	499,000
• Habilitation Services Program	647,000	647,000	0
• Transportation	107,000	109,000	2,000
• Support Services	3,520,000	3,653,000	133,000
• In-Home Respite	3,938,000	3,903,000	-35,000
• Out-of-Home Respite	173,000	340,000	167,000
• Health Care	0	26,000	26,000
• Miscellaneous	864,000	866,000	2,000
TOTAL EXPENDITURES:	\$25,324,000	\$27,001,000	\$1,677,000

FUNDING:

Expenditures from AB 1522 are assumed to be funded by the General Fund (GF), the Home and Community-Based Services (HCBS) Waiver and the 1915(i) with 50% Federal Financial Participation (FF) and 50% GF. The State GF Other portion that which is non-FF).

CHANGE FROM PRIOR ESTIMATE AND REASON FOR YEAR-TO-YEAR CHANGE:

This is a new major assumption.

EXPENDITURES:	Governor's Budget 2015-16	Updated 2015-16	2015-16 Request
TOTAL	\$25,324,000	\$27,001,000	\$1,677,000
GF	\$16,174,000	\$15,265,000	-\$909,000
GF Match	9,150,000	11,734,000	2,584,000
GF Other	7,024,000	3,531,000	-3,493,000
Reimbursements	\$9,150,000	\$11,736,000	\$2,586,000
HCBS Waiver	8,048,000	9,558,000	1,510,000
1915(i)	1,102,000	2,178,000	1,076,000

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SECTION H: DC Closure

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THE FUTURE OF STATE DEVELOPMENTAL CENTERS 2015 MAY REVISION

Overview

Since the passage of the Lanterman Developmental Disabilities Services Act (Lanterman Act) in 1969, the role of the State-operated Developmental Centers (DC) has been changing. No longer are DCs the only alternative available to families of children with intellectual and developmental disabilities who are unable to be cared for at home. A system of community alternatives has developed and now serves approximately 290,000 consumers. Today, providing services in the least restrictive environment appropriate for the person is strongly supported by state and federal laws, and court decisions. Additionally, the trailer bill to the Budget Act of 2012 (Assembly Bill [AB] 1472, Chapter 25, Statutes of 2012) imposed a moratorium on admissions to DCs except for individuals involved in the criminal justice system and consumers in an acute crisis needing short-term stabilization. The DC resident population has dropped from a high of 13,400 in 1968, to a projected total of 1,035 in 2015-16.

Given these changes in the system, efforts have been underway to reconsider how services should be provided to the populations currently served in the DCs, and what role the State should have in providing those services. In 2013, the Secretary of the California Health and Human Services Agency established the “Task Force on the Future of the Developmental Centers” (DC Task Force) to develop a master plan for the future of DCs that addresses the service needs of all DC residents and ensures the delivery of cost-effective, integrated, quality services for this population.

In the “*Plan for the Future of Developmental Centers in California*,” issued January 13, 2014, the DC Task Force recommended that the future role of the State should be to operate a limited number of smaller, safety-net crisis and residential services. Additionally, it was recommended that the State should continue serving individuals judicially committed to the State for competency training (the Porterville DC—Secure Treatment Program [STP]) and providing transition services (the Canyon Springs Community Facility). The DC Task Force also recommended developing new and additional service components, including development of enhanced behavioral supports homes (EBSHs) and exploring utilization of DC assets to provide health resource centers and community housing through public/private partnerships.

The process of transforming the DCs and developing specialized community resources, while supporting the transition of each DC resident into integrated community settings, will take time. As the population in the DCs has declined, the average acuity level has increased considerably. Each person has his or her own unique set of significant and complex needs, often requiring specialized medical and/or behavioral services. The Lanterman Act ensures those needs are properly addressed using a person-centered approach, and personal quality of life is supported. Key components of effective planning for an individual’s future and successful transition to another service model, as recognized by the Task Force, include:

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- A comprehensive person-centered Individual Program Plan (IPP), developed through a robust Interdisciplinary Team process;
- The development of quality services and supports delivered in the least restrictive environment possible, taking into consideration the comprehensive assessment and consistent with the IPP;
- Priority for the health and safety of each person;
- Access to health and mental health services, including coordination of health care, access to health records, and medication management; and
- Recognizing that, for the residents of the DCs, the DC is their home and community, where their relationships are, and where they have lived for many years. Changes in their living arrangements must be done very carefully, with thorough planning and by investing the necessary time.

While the focus of the DC Task Force was on the future of the DCs and how to best serve the DC residents going forward, continued implementation of the various recommendations will provide long term improvements in community services that will benefit the service system generally.

Developmental Center Closure Timeframes

Since the *Plan for the Future of Developmental Centers* was released, portions of the Sonoma Developmental Center (SDC) were found to be in violation of federal requirements and the state was notified that the federal funds for those units would cease. At this time, the state is in the process of negotiating a settlement with the federal government to continue federal funding for SDC for a limited amount of time.

Consistent with the recommendations of the *Plan for the Future of Developmental Centers in California* and the call for the transformation of DC services, the May Revision proposes to initiate the closure planning process for the remaining developmental centers. This closure planning process includes the initiation of stakeholder meetings and a public comment period. The Department will submit a closure plan to the Legislature on October 1, 2015 with the goal of closing SDC by the end of 2018.

The May Revision also proposes the future closures of Fairview Developmental Center (FDC) and the non-secure treatment portion of Porterville Developmental Center (PDC), with the last closure ending in 2021.

Proposed Costs and Trailer Bill Language (TBL) for 2015-16

The closure of each developmental center will require additional community resources to develop placement options and services for the developmental center residents who will transition into the community.

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Each fiscal year the Department budgets Community Placement Plan (CPP) funds for developing resources in the community as an alternative to institutional care, including the development of new and innovative service models. The primary purpose for the

funding is to reduce reliance on DCs, certain mental health facilities that are ineligible for federal funding, and out-of-state placements (AB 1472, Chapter 25, Statutes of 2012). The CPP is used to fund the development and start-up of residential resources, day programs and other ancillary services and supports, as well as costs to transition (or deflect) an individual from institutional care into the community. The funds also support the comprehensive assessments of DC residents from which regional centers estimate service needs.

Annually, based on the particular needs of their consumers compared to the services that already exist in their catchment areas, regional centers propose the development of new projects and resources using CPP funds. Two or more regional centers may also partner and propose regional projects for statewide use, usually addressing specialized services for individuals facing particularly complex challenges. After thoroughly considering each proposal, the unique circumstances of the regional center, and statewide priorities, the Department allocates the funds to regional centers for approved projects.

The Task Force recognized the CPP funds as the primary funding source needed to meet the future needs of DC residents, and that greater community capacity and specialized resources are needed. The Task Force specifically recommended the development of more Adult Residential Facilities for Persons with Special Health Care Needs (ARFPSHN, also referred to as Senate Bill [SB] 962 or SB 853 homes) in the community to serve individuals with enduring medical needs, estimating that approximately 315 DC residents would require this level of care in the future. The Task Force also recommended development of new EBSHs and new short term community crisis homes, as well as other supports, through the CPP process to meet the needs of individuals with challenging behaviors in the community.

A. Additional CPP for Start-Up and Placement

1. Additional CPP funds are requested in the 2015-16 May Revision. The Department requests \$49.3 million (\$46.9 million General Fund) for 2015-16 to begin development of community resources to support the transition of residents from SDC to the community in anticipation of the SDC Closure plan. These resources would fund the initial development of homes to support consumers, provide additional training, and develop additional programs such as: supported living services, crisis services, and transportation support and services. This funding will also be used for placement expenditures and state and regional center coordination of the closure, including regional center operations. Specifically, DDS proposes \$46.7 million for start-up and placement, \$1.3 million for regional center coordination and \$1.3 million for state coordination.

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2. Within the regional center operations budget, the Department plans to work with the Northern California regional centers that have individuals residing at SDC, to determine utilization of regional center positions to assist with the development of community resources that will meet the unique and specialized needs of their consumers. To assist in the immediate development of the community resources, it is anticipated that the following types of regional center positions (estimated at 18 positions for 2015-16), as well as related indirect costs, will be funded in 2015-16:

- resource manager
- resource developers
- behavior specialists
- housing specialists
- nursing specialists
- health plan liaison
- dental coordinator
- quality/risk management specialist

It is anticipated that an average of nine months of annualized salary and related indirect (or administrative) costs would be projected for 2015-16 in CPP Operations at the cost of \$1.3 million.

B. Staffing Support

1. As proposed in the Governor's budget, reauthorization of the 5.0 HQ positions for Lanterman DC closure for statewide DC closure support activities.
2. A May Revision Budget Change Proposal to establish 7.0 positions in the Community Services Program at DDS to support increasing housing capacity for the SDC closure and funds to reimburse the Department of Social Services DSS) for 1.0 licensing position.

C. Trailer Bill Language (TBL)

1. The Department is proposing TBL to allow the Department to move forward with allocating funds and starting the development of community resources for SDC in advance of the more detailed, statutorily required Closure Plan that will follow the SDC closure announcement.
2. In keeping with the recommendations of the Plan for the Future of Developmental Centers, additional CPP funding has been prioritized for development of the EBSHs and the community crisis homes to meet the needs of individuals with challenging behaviors. The Department is requesting to remove the limit established in statute regarding the authorized number of EBSHs to be developed per CPP cycle for the purpose of DC closure. Currently, six homes annually can be approved for development through CPP. It is recommended

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statute be amended to eliminate the defined number of homes allowed for development through CPP, while maintaining the program's pilot status.

3. Additionally, it will be necessary to provide authority for the Department and DSS to develop and license all Delayed Egress Secured Perimeter (DESP) homes without requiring eligibility for federal Medicaid funding.

Future Fiscal Issues

A. Additional CPP

DDS will continue to monitor the CPP budget to determine adjustments needed to implement the closure plan for SDC.

B. Monitoring and Oversight

1. On-site monitoring and oversight may be needed during the closures, as well as continued implementation of the plans of action and technical addendums, to ensure continued compliance with federal requirements throughout the closure process.
2. Additionally, the Department recognizes the need for a comprehensive Quality Management System (QMS) to track quality services and supports for each individual transitioning from a developmental center into the community. The California QMS is based upon the Centers for Medicare and Medicaid Services' (CMS) Quality Framework and is designed to achieve quality outcomes for each individual in the service system. To implement the existing QMS, regional centers have active quality assurance departments whose staff works to recruit, train, and monitor providers, and work to improve service quality.

Stakeholders will be engaged to review existing Quality Assurance systems and provide recommendations specific to each closure, as well as review outcomes data specific to individuals moving from developmental centers. One source of data will be the National Core Indicator (NCI) Consumer Surveys. The NCI measures consumer and family satisfaction and personal outcomes such as health, safety, well-being, relationships, and interactions with people who do not have a disability, employment, quality of life, integration, and choice.

C. Support Staff

1. DDS staff is proposed to provide technical assistance and oversight in the development of resources and will monitor transition activities. Additionally, due to the need to develop additional licensed settings, it is necessary to add 1.0 Licensing Program Analyst (LPA) for the first fiscal year and up to two

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additional LPAs in future years, through an interagency agreement with DSS, to meet the immediate workload.

D. Use of DC Land and Resources

1. The Department will engage stakeholders consistent with the Task Force recommendations. In particular, the feasibility of using DC land to develop community housing through public/private partnerships will be evaluated.
2. Consistent with stakeholder and legislative requests to identify public/private housing partnerships on DC land, TBL is being proposed to continue work on the Shannon's Mountain integrated housing project at FDC.

Issues of Note

Coordination between the Department, Department of Health Care Services and CMS's Medicaid office will be necessary to provide statewide, standardized and expedited enrollment, as well as the availability of appropriate managed care services from affected health plans for all individuals moving out of a developmental center.