

FOR LEGISLATIVE REVIEW

DEPARTMENT OF DEVELOPMENTAL SERVICES

2026-27 GOVERNOR'S BUDGET



DDS

STATE OF CALIFORNIA

JANUARY 2026

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DEPARTMENT OF DEVELOPMENTAL SERVICES

2026 GOVERNOR'S BUDGET HIGHLIGHTS

The Department of Developmental Services (Department) is responsible for administering the Lanterman Developmental Disabilities Services Act (Lanterman Act). The Lanterman Act provides for the coordination and provision of services and supports to enable people to achieve their goals. Additionally, the Early Start Program provides services to infants and toddlers who have or are at risk of having a developmental disability. Services are delivered through a statewide network of 21 private, nonprofit, locally based community agencies known as regional centers, as well as through state-operated programs.

The number of individuals served by regional centers in the community is expected to be 489,254 in the current year and increase to 526,848 in fiscal year (FY) 2026-27. In addition, the proposed budget supports capacity for 302 individuals that can be served through state-operated services.

2026 GOVERNOR'S BUDGET SUMMARY

The Governor's Budget includes \$21.1 billion (\$13.5 billion General Fund) for FY 2026-27; a net increase of \$2.4 billion (\$1.6 billion General Fund) over the updated FY 2025-26 budget, a 13 percent increase.

In addition to caseload and utilization updates, the proposed FY 2026-27 budget includes the following major adjustments:

- Life Outcomes Improvement System (LOIS): Increase of \$14.6 million (\$5.7 million General Fund). One-year limited-term resources equivalent to 20 positions to continue the planning phase of the project.
- Federal Access Rule: Increase of \$2.4 million (\$2.1 million General Fund). Includes ongoing resources and 9 positions to address increased workload related to compliance with the federal Home and Community-Based Services Access Rule.
- State Operations: The transfer of 70 positions and associated dollars within the Department to support department-wide operations and address programmatic needs, including autism and employment services.
- Fairview Developmental Center: A decrease of \$8.1 million General Fund, reflecting the cold shutdown of Fairview Developmental Center while the property's disposition process continues.

Program Highlights*(Dollars in Thousands)*

| | FY 2025-26 | FY 2026-27 | Difference |
|---|---------------------|---------------------|--------------------|
| Community Services Program | | | |
| Regional Centers | \$18,196,079 | \$20,632,003 | \$2,435,924 |
| Total, Community Services | \$18,196,079 | \$20,632,003 | \$2,435,924 |
| General Fund | \$11,546,678 | \$13,154,785 | \$1,608,107 |
| Program Development Fund | \$434 | \$0 | (\$434) |
| Developmental Disabilities Services Account | \$150 | \$150 | \$0 |
| Federal Trust Fund | \$55,482 | \$55,399 | (\$83) |
| Reimbursements | \$6,592,595 | \$7,420,929 | \$828,334 |
| Behavioral Health Services Fund | \$740 | \$740 | \$0 |
| State Operated Services | | | |
| Personal Services | \$262,685 | \$244,015 | (\$18,670) |
| Operating Expense & Equipment | \$41,920 | \$49,267 | \$7,347 |
| Total, State Operated Services | \$304,605 | \$293,282 | (\$11,323) |
| General Fund | \$274,363 | \$263,784 | (\$10,579) |
| Lottery Education Fund | \$141 | \$141 | \$0 |
| Reimbursements | \$30,101 | \$29,357 | (\$744) |
| Headquarters Support | | | |
| Personal Services | \$132,934 | \$140,097 | \$7,163 |
| Operating Expense & Equipment | \$41,235 | \$43,143 | \$1,908 |
| Total, Headquarters Support | \$174,169 | \$183,240 | \$9,071 |
| General Fund | \$111,277 | \$118,365 | \$7,088 |
| Federal Trust Fund | \$4,116 | \$4,167 | \$51 |
| Program Development Fund | \$461 | \$461 | \$0 |
| Reimbursements | \$57,799 | \$59,731 | \$1,932 |
| Behavioral Health Services Fund | \$516 | \$516 | \$0 |
| Total, All Programs | \$18,674,853 | \$21,108,525 | \$2,433,672 |
| Total Funding | | | |
| General Fund | \$11,932,318 | \$13,536,934 | \$1,604,616 |
| Federal Trust Fund | \$59,598 | \$59,566 | (\$32) |
| Lottery Education Fund | \$141 | \$141 | \$0 |
| Program Development Fund | \$895 | \$461 | (\$434) |
| Developmental Disabilities Services Account | \$150 | \$150 | \$0 |
| Reimbursements | \$6,680,495 | \$7,510,017 | \$829,522 |
| Behavioral Health Services Fund | \$1,256 | \$1,256 | \$0 |
| Total, All Funds | \$18,674,853 | \$21,108,525 | \$2,433,672 |
| Caseloads | | | |
| State Operated Services | 302 | 302 | 0 |
| Regional Centers | 489,254 | 526,848 | 37,594 |
| Departmental Positions | | | |
| State Operated Services | 1,753.7 | 1,715.1 | (38.6) |
| Headquarters | 810.0 | 824.0 | 14.0 |

COMMUNITY SERVICES PROGRAM

FY 2025-26

Costs and Fund Sources

The FY 2025-26 updated regional center budget includes \$18.2 billion (\$11.5 billion General Fund). This includes increased federal financial participation of \$199.8 million and ongoing reflecting claiming of increased federal match for those individuals eligible for Medi-Cal under the Affordable Care Act Expansion Population and increase in overall percent of caseload with established Medi-Cal eligibility.

| Costs and Fund Sources (Dollars in Thousands) | | | |
|--|---------------------|---------------------|-------------|
| | Enacted Budget | FY 2025-26 | Difference |
| Operations | \$1,650,677 | \$1,650,677 | \$0 |
| Purchase of Services | \$16,523,975 | \$16,523,975 | \$0 |
| Early Start Part C/Other Agency Costs | \$19,424 | \$19,424 | \$0 |
| Early Start Family Resource Services | \$2,003 | \$2,003 | \$0 |
| Total Costs | \$18,196,079 | \$18,196,079 | \$0 |
| General Fund (GF) | \$11,781,341 | \$11,546,678 | (\$234,663) |
| <i>GF Match</i> | \$6,106,947 | \$5,939,454 | (\$167,493) |
| <i>GF Other</i> | \$5,674,394 | \$5,607,224 | (\$67,170) |
| Reimbursements | \$6,357,932 | \$6,592,595 | \$234,663 |
| Program Development Fund | \$434 | \$434 | \$0 |
| Developmental Disabilities Services Account | \$150 | \$150 | \$0 |
| Behavioral Health Services Fund | \$740 | \$740 | \$0 |
| Federal Funds | \$55,482 | \$55,482 | \$0 |
| Fund Sources | \$18,196,079 | \$18,196,079 | \$0 |

Population

The Department forecasts a net decrease of 1,826 consumers compared to the Enacted Budget.

| Caseload | Enacted Budget | FY 2025-26* | Difference |
|---------------------------------|----------------|----------------|----------------|
| Lanterman | 419,923 | 418,361 | (1,562) |
| Early Start | 58,979 | 56,020 | (2,959) |
| Provisional Eligibility | 12,178 | 14,873 | 2,695 |
| Total Community Caseload | 491,080 | 489,254 | (1,826) |

*Updated FY 2025-26 caseload reflects no change from Enacted Budget for purpose of core staffing assumptions.

Regional Center Operations – Caseload

There is no change to the current year from the Enacted Budget.

| Operations – Caseload <i>(Dollars in Thousands)</i> | | | |
|---|---------------------------|--------------------|-------------------|
| | Enacted Budget | FY 2025-26 | Difference |
| Staffing Expenditures | \$1,541,654 | \$1,541,654 | \$0 |
| Federal Compliance | \$49,552 | \$49,552 | \$0 |
| Projects | \$40,483 | \$40,483 | \$0 |
| Intermediate Care Facility-Developmentally Disabled | \$2,037 | \$2,037 | \$0 |
| Quality Assurance Fees | | | |
| Total Operations – Caseload | \$1,633,726 | \$1,633,726 | \$0 |

Regional Center Operations – Policy

There is no change to the current year Operations policies from the Enacted Budget.

| Operations – Policy <i>(Dollars in Thousands)</i> | | | |
|---|---------------------------|-------------------|-------------------|
| | Enacted Budget | FY 2025-26 | Difference |
| Life Outcomes Improvement System (LOIS) | \$7,255 | \$7,255 | \$0 |
| Public Records Act - (AB 1147) | \$9,696 | \$9,696 | \$0 |
| Total Operations – Policy | \$16,951 | \$16,951 | \$0 |

Purchase of Services (POS) – Caseload

There is no change to the current year purchase of services from the Enacted Budget.

| Purchase of Services Caseload (Utilization and Growth) <i>(Dollars in Thousands)</i> | | | |
|--|---------------------------|---------------------|-------------------|
| | Enacted Budget | FY 2025-26 | Difference |
| Behavioral Services | \$151,530 | \$151,530 | \$0 |
| Day Services | \$2,468,362 | \$2,468,362 | \$0 |
| Early Intervention Services | \$1,334,405 | \$1,334,405 | \$0 |
| Employment | \$153,392 | \$153,392 | \$0 |
| Medical Services | \$316,932 | \$316,932 | \$0 |
| Other Services | \$221,859 | \$221,859 | \$0 |
| Residential Services | \$6,537,876 | \$6,537,876 | \$0 |
| Respite | \$2,008,311 | \$2,008,311 | \$0 |
| Social Recreation | \$379,319 | \$379,319 | \$0 |
| Support and Training Services | \$2,355,318 | \$2,355,318 | \$0 |
| Transportation | \$690,073 | \$690,073 | \$0 |
| Total POS – Caseload | \$16,617,377 | \$16,617,377 | \$0 |

POS – Policy

There is no change to the current year in policy-related expenditures compared to the Enacted Budget. The table below reflects enacted budget solutions from the 2025 Budget Act, a reduction of \$113 million (\$75 million General Fund) related to ending the Rate Reform Hold Harmless provision at the end of February 2026 and a reduction of \$22.5 million General Fund related to Self-Determination Program Protections.

| Purchase of Services – Policy <i>(Dollars in Thousands)</i> | | | |
|---|-----------------------|-------------------|-------------------|
| | Enacted Budget | FY 2025-26 | Difference |
| Ongoing Purchase of Services Items | \$42,050 | \$42,050 | \$0 |
| Self-Determination Program Protections | (\$22,500) | (\$22,500) | \$0 |
| Rate Reform Hold Harmless Provision | (\$112,952) | (\$112,952) | \$0 |
| Total POS – Policy | (\$93,402) | (\$93,402) | \$0 |

Reimbursements

The updated current year reflects a net increase of \$234.7 million in reimbursements compared to the Enacted Budget primarily driven by improvements in the claiming of federal financial participation for eligible individuals.

Adjustments are reflected in the table below.

| Reimbursements (<i>Dollars in Thousands</i>) | | | |
|--|---------------------------|--------------------|-------------------|
| | Enacted Budget | FY 2025-26 | Difference |
| Home and Community-Based Services (HCBS) Waiver | \$4,272,225 | \$4,420,602 | \$148,377 |
| HCBS Waiver Administration | \$25,916 | \$25,690 | (\$226) |
| Medicaid Administration | \$24,080 | \$28,055 | \$3,975 |
| Targeted Case Management | \$427,294 | \$456,367 | \$29,073 |
| Title XX Block Grant | \$213,421 | \$213,421 | \$0 |
| (1) <i>Social Services</i> | \$136,264 | \$136,264 | \$0 |
| (2) <i>Temporary Assistance for Needy Families</i> | \$77,157 | \$77,157 | \$0 |
| Intermediate Care Facility-Developmentally Disabled | \$67,917 | \$77,406 | \$9,489 |
| State Plan Amendment | | | |
| Intermediate Care Facility-Developmentally Disabled | \$12,019 | \$12,019 | \$0 |
| Quality Assurance Fees | | | |
| 1915(i) State Plan Amendment | \$960,378 | \$994,107 | \$33,729 |
| Early Periodic Screening Diagnosis and Treatment | \$19,798 | \$21,640 | \$1,842 |
| Behavioral Health Treatment Fee-for-Service | \$6,040 | \$5,915 | (\$125) |
| Self-Determination Program Waiver | \$328,844 | \$337,373 | \$8,529 |
| Total Reimbursements | \$6,357,932 | \$6,592,595 | \$234,663 |

Federal Funds

There is no change in current year federal funds compared to the Enacted Budget.

| Federal Funds (<i>Dollars in Thousands</i>) | | | |
|---|---------------------------|-------------------|-------------------|
| | Enacted Budget | FY 2025-26 | Difference |
| Early Start Part C/Other Agency Costs | \$54,337 | \$54,337 | \$0 |
| Foster Grandparent Program | \$1,145 | \$1,145 | \$0 |
| Total Federal Funds | \$55,482 | \$55,482 | \$0 |

FY 2026-27**Costs and Fund Sources**

The FY 2026-27 community programs budget includes \$20.6 billion (\$13.2 billion General Fund), a net increase of \$2.4 billion (\$1.6 billion General Fund) compared to the updated current year. This reflects ongoing increased federal financial participation for those individuals eligible for Medi-Cal under the Affordable Care Act Expansion Population and increase in overall percent of caseload with established Medi-Cal eligibility. Additionally, this includes a projected \$2.3 billion increase in purchase of services expenditures, and a \$132 million increase in regional center operations costs.

| Costs and Fund Sources (<i>Dollars in Thousands</i>) | | | |
|--|---------------------|---------------------|--------------------|
| | FY 2025-26 | FY 2026-27 | Difference |
| Operations | \$1,650,677 | \$1,782,689 | \$132,012 |
| Purchase of Services | \$16,523,975 | \$18,827,975 | \$2,304,000 |
| Early Start Part C/Other Agency Costs | \$19,424 | \$19,336 | (\$88) |
| Early Start Family Resource Services | \$2,003 | \$2,003 | \$0 |
| Total Costs | \$18,196,079 | \$20,632,003 | \$2,435,924 |
| General Fund (GF) | \$11,546,678 | \$13,154,785 | \$1,608,107 |
| <i>GF Match</i> | \$5,939,454 | \$6,756,704 | \$817,250 |
| <i>GF Other</i> | \$5,607,224 | \$6,398,081 | \$790,857 |
| Reimbursements | \$6,592,595 | \$7,420,929 | \$828,334 |
| Program Development Fund/Parental Fees | \$434 | \$0 | (\$434) |
| Developmental Disabilities Services Account | \$150 | \$150 | \$0 |
| Behavioral Health Services Fund | \$740 | \$740 | \$0 |
| Federal Funds | \$55,482 | \$55,399 | (\$83) |
| Fund Sources | \$18,196,079 | \$20,632,003 | \$2,435,924 |

Population

The Department forecasts a net increase of 37,594 individuals compared to the updated current year.

| Caseload | FY 2025-26* | FY 2026-27 | Difference |
|-------------------------|--------------------|-------------------|-------------------|
| Lanterman | 418,361 | 452,615 | 34,254 |
| Early Start | 56,020 | 56,073 | 53 |
| Provisional Eligibility | 14,873 | 18,160 | 3,287 |
| Total Caseload | 489,254 | 526,848 | 37,594 |

*Updated FY 2025-26 caseload reflects no change from Enacted Budget for purpose of core staffing assumptions.

Regional Center Operations – Caseload

The budget year includes \$1.8 billion (\$1.2 billion General Fund) for regional center operations, an increase of \$128.8 million (\$98.7 million General Fund) compared to the current year. The increase is primarily attributed to anticipated caseload growth.

| Operations – Caseload (<i>Dollars in Thousands</i>) | | | |
|---|--------------------|--------------------|-------------------|
| | FY 2025-26 | FY 2026-27 | Difference |
| Staffing Expenditures | \$1,541,654 | \$1,668,691 | \$127,037 |
| Federal Compliance | \$49,552 | \$49,552 | \$0 |
| Projects | \$40,483 | \$41,941 | \$1,458 |
| Intermediate Care Facility-Developmentally Disabled | \$2,037 | \$2,322 | \$285 |
| Quality Assurance Fees | | | |
| Total Operations – Caseload | \$1,633,726 | \$1,762,506 | \$128,780 |

Regional Center Operations – Policy

The budget year includes \$20.2 million (\$2.7 million General Fund) for policies impacting regional center operations, an increase of \$3.2 million (\$2.3 million General Fund) compared to the updated current year.

Updated Policies:

- Public Records Act – (AB 1147): Increase of \$3.2 million (\$2.3 million General Fund) to reflect full year implementation costs.

| Operations – Policy (<i>Dollars in Thousands</i>) | | | |
|---|-------------------|-------------------|-------------------|
| | FY 2025-26 | FY 2026-27 | Difference |
| Life Outcomes Improvement System (LOIS) | \$7,255 | \$7,255 | \$0 |
| Public Records Act - (AB 1147) | \$9,696 | \$12,928 | \$3,232 |
| Total Operations – Policy | \$16,951 | \$20,183 | \$3,232 |

Purchase of Services (POS) Caseload

The budget year includes \$19.2 billion (\$12.3 billion General Fund) for purchase of services, an increase of \$2.5 billion (\$1.7 billion General Fund), compared to the updated current year. The increase primarily is due to projected caseload increases and updated expenditure trends in the utilization of various budget categories, as shown below.

| Purchase of Services Caseload (Utilization and Growth) <i>(Dollars in Thousands)</i> | | | |
|--|---------------------|---------------------|--------------------|
| | FY 2025-26 | FY 2026-27 | Difference |
| Behavioral Services | \$151,530 | \$200,000 | \$48,470 |
| Day Services | \$2,468,362 | \$2,859,631 | \$391,269 |
| Early Intervention Services | \$1,334,405 | \$1,427,184 | \$92,779 |
| Employment | \$153,392 | \$153,647 | \$255 |
| Medical Services | \$316,932 | \$366,601 | \$49,669 |
| Other Services | \$221,859 | \$254,817 | \$32,958 |
| Residential Services | \$6,537,876 | \$7,255,497 | \$717,621 |
| Respite | \$2,008,311 | \$2,388,155 | \$379,844 |
| Social Recreation | \$379,319 | \$538,419 | \$159,100 |
| Support and Training Services | \$2,355,318 | \$2,945,635 | \$590,317 |
| Transportation | \$690,073 | \$775,725 | \$85,652 |
| Total POS – Caseload | \$16,617,377 | \$19,165,311 | \$2,547,934 |

POS – Policy

The budget year includes a reduction of \$337.3 million (\$433.4 million General Fund) for policies impacting regional center purchase of services, a decrease of \$243.9 million (\$174.5 million General Fund) compared to the updated current year budget.

Updated Policies:

- Enacted Budget Solutions: Reduction of \$333.9 million (\$221.7 million General Fund) to reflect the Quality Incentive Program's eligibility provider mandate requirements and a reduction of \$23 million General Fund to reflect full year impact of the Self-Determination Program Protections.

| Purchase of Services – Policy <i>(Dollars in Thousands)</i> | | | |
|---|-------------------|--------------------|--------------------|
| | FY 2025-26 | FY 2026-27 | Difference |
| Ongoing Purchase of Services Items | \$42,050 | \$42,050 | \$0 |
| Quality Incentive Program Eligibility Provider Mandate | \$0 | (\$333,886) | (\$333,886) |
| Self-Determination Program Protections | (\$22,500) | (\$45,500) | (\$23,000) |
| Rate Reform Hold Harmless Provision | (\$112,952) | \$0* | \$112,952 |
| Total POS – Policy | (\$93,402) | (\$337,336) | (\$243,934) |

*The impact of the Rate Reform Hold Harmless Provision in FY 2026-27 is carried in Purchase of Services Caseload.

Reimbursements

The budget year includes \$7.4 billion in reimbursements, an increase of \$828.3 million compared to the updated current year. Adjustments are reflected in the table below and the main drivers are changes in caseload and utilization, and improvements in the claiming of federal financial participation for eligible individuals.

| Reimbursements (Dollars in Thousands) | | | |
|--|--------------------|--------------------|-------------------|
| | FY 2025-26 | FY 2026-27 | Difference |
| Home and Community-Based Services (HCBS) Waiver | \$4,420,602 | \$5,032,564 | \$611,962 |
| HCBS Waiver Administration | \$25,690 | \$26,809 | \$1,119 |
| Medicaid Administration | \$28,055 | \$28,055 | \$0 |
| Targeted Case Management | \$456,367 | \$486,122 | \$29,755 |
| Title XX Block Grant | \$213,421 | \$213,421 | \$0 |
| (1) Social Services | \$136,264 | \$136,264 | \$0 |
| (2) Temporary Assistance for Needy Families | \$77,157 | \$77,157 | \$0 |
| Intermediate Care Facility-Developmentally Disabled State Plan Amendment | \$77,406 | \$77,406 | \$0 |
| Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$12,019 | \$13,698 | \$1,679 |
| 1915(i) State Plan Amendment | \$994,107 | \$1,131,834 | \$137,727 |
| Early Periodic Screening Diagnosis and Treatment | \$21,640 | \$21,869 | \$229 |
| Behavioral Health Treatment Fee-for-Service | \$5,915 | \$5,915 | \$0 |
| Self-Determination Program Waiver | \$337,373 | \$383,236 | \$45,863 |
| Total Reimbursements | \$6,592,595 | \$7,420,929 | \$828,334 |

Federal Funds

The budget year includes \$55.4 million in direct federal funds, a net decrease of \$83,000 compared to the updated current year budget.

| Federal Funds (Dollars in Thousands) | | | |
|--|-------------------|-------------------|-------------------|
| | FY 2025-26 | FY 2026-27 | Difference |
| Early Start Part C/Other Agency Costs | \$54,337 | \$54,249 | (\$88) |
| Foster Grandparent Program | \$1,145 | \$1,150 | \$5 |
| Total Federal Funds | \$55,482 | \$55,399 | (\$83) |

STATE OPERATED SERVICES

FY 2025-26

The FY 2025-26 updated state-operated services budget is \$304.6 million (\$274.4 million General Fund), a decrease of \$5 million (\$3.9 million General Fund) compared to the Enacted Budget due to Control Section Adjustments and a Complex Needs Residential Program timeline update.

Facilities Update

- Complex Needs Residential Program: Postponement of three positions and \$628,000 General Fund.

Baseline Adjustments

- Control Section 26.00 Resource Reallocation: A transfer of \$8.0 million (\$6.4 million General Fund) and 70 positions within the Department.
- Control Section 3.60 Adjustments: An increase of \$7.8 million (\$7.0 million General Fund).
- Item 9800 Employee Compensation: a reduction of \$4.3 million (\$3.8 million General Fund).

| Costs and Fund Sources (Dollars in Thousands) | | | |
|--|------------------|------------------|------------------|
| | Enacted Budget | FY 2025-26 | Difference |
| Personal Services | \$266,221 | \$262,685 | (\$3,536) |
| Operating Expenses and Equipment | \$35,148 | \$33,658 | (\$1,490) |
| Lease Revenue Bond | \$8,272 | \$8,262 | (\$10) |
| Total Costs | \$309,641 | \$304,605 | (\$5,036) |
| General Fund (GF) | \$278,228 | \$274,363 | (\$3,865) |
| <i>GF Match</i> | \$31,388 | \$30,101 | (\$1,237) |
| <i>GF Other</i> | \$246,890 | \$244,262 | (\$2,628) |
| Reimbursements | \$31,338 | \$30,101 | (1,237) |
| Lottery Fund | \$75 | \$141 | \$66 |
| Fund Sources | \$309,641 | \$304,605 | (\$5,036) |

FY 2026-27

The FY 2026-27 budget includes \$293.3 million (\$263.8 million General Fund), a decrease of \$11.3 million (\$10.6 million General Fund) compared to FY 2025-26 due to Fairview cold shutdown, Control Section Adjustments, a Complex Needs Residential Program timeline update, and the Lease Revenue Debt Service Bond.

Facilities Update

- Fairview Cold Shutdown: A reduction of \$8.4 million General Fund and 40 positions to reflect the cold shutdown of Fairview Developmental Center as the property's disposition process continues.
- Complex Needs Residential Program: Increase of 1.4 positions and \$255,000 General Fund, reflecting the updated timeline for the project.

Baseline Adjustments

- Control Section 26.00 Resource Reallocation: An additional transfer of \$4.0 million (\$3.2 million General Fund) supporting 70 positions within the Department.
- Item 9800 Employee Compensation: Increase of \$940,000 (\$883,000 General Fund).
- Control Section 3.60 Adjustments: Reduction of \$149,000 General Fund reflecting Fairview Developmental Center cold shutdown.

| Costs and Fund Sources (<i>Dollars in Thousands</i>) | | | |
|--|-------------------|-------------------|-------------------|
| | FY 2025-26 | FY 2026-27 | Difference |
| Personal Services | \$262,685 | \$244,015 | (\$18,670) |
| Operating Expenses and Equipment | \$33,658 | \$41,010 | \$7,352 |
| Lease Revenue Bond | \$8,262 | \$8,257 | (\$5) |
| Total Costs | \$304,605 | \$293,282 | (11,323) |
| General Fund (GF) | \$274,363 | \$263,784 | (\$10,579) |
| <i>GF Match</i> | \$30,101 | \$29,357 | (\$744) |
| <i>GF Other</i> | \$244,262 | \$234,427 | (\$9,835) |
| Reimbursements | \$30,101 | \$29,357 | (\$744) |
| Lottery Fund | \$141 | \$141 | \$0 |
| Fund Sources | \$304,605 | \$293,282 | (11,323) |

HEADQUARTERS

FY 2025-26

The FY 2025-26 updated budget includes \$174.2 million (\$111.3 million General Fund), a net increase of \$11.3 million (\$8.0 million General Fund) compared to the Enacted Budget.

- Control Section Adjustments – Employee Compensation: An increase of \$2.3 million (\$1.6 million) General Fund to reflect adjustments pursuant to Control Sections 3.60 and Item 9800.
- Control Section 26.00 Resource Reallocation: A transfer of \$8.0 million (\$6.4 million General Fund) and 70 positions within the Department.
- Federal Trust Fund Adjustment: An increase of \$1.0 million.

| Costs and Fund Sources <i>(Dollars in Thousands)</i> | | | |
|--|-----------------------|-------------------|-------------------|
| | Enacted Budget | FY 2025-26 | Difference |
| Personal Services | \$123,815 | \$132,934 | \$9,119 |
| Operating Expenses and Equipment | \$39,007 | \$41,235 | \$2,228 |
| Total Costs | \$162,822 | \$174,169 | \$11,347 |
| General Fund (GF) | \$103,288 | \$111,277 | \$7,989 |
| <i>GF Match</i> | \$35,277 | \$37,292 | \$2,015 |
| <i>GF Other</i> | \$68,011 | \$73,985 | \$5,974 |
| Reimbursements | \$55,559 | \$57,799 | \$2,240 |
| Program Development Fund | \$447 | \$461 | \$14 |
| Federal Trust Fund | \$3,026 | \$4,116 | \$1,090 |
| Behavioral Health Services Fund | \$502 | \$516 | \$14 |
| Fund Sources | \$162,822 | \$174,169 | \$11,347 |

FY 2026-27

The FY 2026-27 budget includes \$183.2 million (\$118.4 million General Fund), a net increase of \$9.1 million (\$7.1 million General Fund) compared to the updated current year. This includes limited-term resources expiring June 30, 2026, an adjustment to employee compensation from Item 9800, Control Section 3.60 pension contribution updates, and the following adjustments:

- Federal Access Rule Resources: An increase of \$504,000 (\$433,000 General Fund) and nine positions to reflect the ongoing workload related to compliance with the federal Home and Community-Based Access Rule.
- Life Outcomes Improvement System (LOIS): An increase of \$1.3 million (\$543,000 million General Fund): Includes one-year limited-term resources equivalent to 20 positions to continue the planning phase of the project.
- Control Section 26.00 Resource Reallocation: An additional transfer of \$4.0 million (\$3.2 million GF) for a total transfer of \$12 million (\$9.6 million General Fund) supporting 70 positions within the Department.
- Self-Determination Program Administrative Costs: An increase of \$2.0 million General Fund
- Federal Trust Fund Adjustment: An increase of \$1.0 million

| Costs and Fund Sources (<i>Dollars in Thousands</i>) | | | |
|--|-------------------|-------------------|-------------------|
| | FY 2025-26 | FY 2026-27 | Difference |
| Personal Services | \$132,934 | \$140,097 | \$7,163 |
| Operating Expenses and Equipment | \$41,235 | \$43,143 | \$1,908 |
| Total Costs | \$174,169 | \$183,240 | \$9,071 |
| General Fund (GF) | \$111,277 | \$118,365 | \$7,088 |
| <i>GF Match</i> | \$37,292 | \$39,224 | \$1,932 |
| <i>GF Other</i> | \$73,985 | \$79,141 | \$5,156 |
| Reimbursements | \$57,799 | \$59,731 | \$1,932 |
| Program Development Fund | \$461 | \$461 | \$0 |
| Federal Trust Fund | \$4,116 | \$4,167 | \$51 |
| Behavioral Health Services Fund | \$516 | \$516 | \$0 |
| Fund Sources | \$174,169 | \$183,240 | \$9,071 |

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Comparison of Enacted Budget to Governor's Budget FY 2025-26

BUDGET ITEM:

| | Enacted Budget | FY 2025-26 | Difference |
|---|----------------------------|----------------------------|-------------------|
| A. Operations | | | |
| Caseload Growth/Utilization | | | |
| 1. Staffing Expenditures | \$1,541,654 | \$1,541,654 | \$0 |
| 2. Federal Compliance | \$49,552 | \$49,552 | \$0 |
| 3. Projects | \$40,483 | \$40,483 | \$0 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees Operations | \$2,037 | \$2,037 | \$0 |
| 5. Total Operations Caseload Growth (Items 1 thru 4) | <u>\$1,633,726</u> | <u>\$1,633,726</u> | <u>\$0</u> |
| Policy | | | |
| 6. Life Outcomes Improvement System (LOIS) | \$7,255 | \$7,255 | \$0 |
| 7. Public Records Act - (AB 1147) | \$9,696 | \$9,696 | \$0 |
| 8. Total Policy (Item 6 and 7) | <u>\$16,951</u> | <u>\$16,951</u> | <u>\$0</u> |
| 9. Total Operations (Item 5 and 8) | <u>\$1,650,677</u> | <u>\$1,650,677</u> | <u>\$0</u> |
| B. Purchase of Services | | | |
| Caseload Growth/Utilization | | | |
| 1. Behavioral Services | \$151,530 | \$151,530 | \$0 |
| 2. Day Services | \$2,468,362 | \$2,468,362 | \$0 |
| 3. Early Intervention Services | \$1,334,405 | \$1,334,405 | \$0 |
| 4. Employment | \$153,392 | \$153,392 | \$0 |
| 5. Medical Services | \$316,932 | \$316,932 | \$0 |
| 6. Other Services | \$221,859 | \$221,859 | \$0 |
| 7. Residential Services | \$6,537,876 | \$6,537,876 | \$0 |
| 8. Respite | \$2,008,311 | \$2,008,311 | \$0 |
| 9. Social Recreation | \$379,319 | \$379,319 | \$0 |
| 10. Support and Training Services | \$2,355,318 | \$2,355,318 | \$0 |
| 11. Transportation | \$690,073 | \$690,073 | \$0 |
| 12. Total Purchase of Services Caseload Growth (Item 1 thru 11) | <u>\$16,617,377</u> | <u>\$16,617,377</u> | <u>\$0</u> |
| Policy | | | |
| 13. Ongoing Purchase of Service Items | \$42,050 | \$42,050 | \$0 |
| 14. Budget Solutions | (\$135,452) | (\$135,452) | \$0 |
| 15. Total Policy (Item 13 thru 14) | <u>(\$93,402)</u> | <u>(\$93,402)</u> | <u>\$0</u> |
| 16. Total Purchase of Services (Item 12 and 15) | <u>\$16,523,975</u> | <u>\$16,523,975</u> | <u>\$0</u> |
| C. Early Start Part C/Other Agency Costs | <u>\$19,424</u> | <u>\$19,424</u> | <u>\$0</u> |
| D. Early Start Family Resource Services | <u>\$2,003</u> | <u>\$2,003</u> | <u>\$0</u> |
| E. GRAND TOTAL | <u>\$18,196,079</u> | <u>\$18,196,079</u> | <u>\$0</u> |

Comparison of Enacted Budget to Governor's Budget FY 2025-26

FUND SOURCE:**A. General Fund**

| | Enacted Budget | FY 2025-26 | Difference |
|--------------------------------------|---------------------|---------------------|--------------------|
| 1. General Fund Match | \$6,106,947 | \$5,939,454 | (\$167,493) |
| 2. General Fund Other | \$5,674,394 | \$5,607,224 | (\$67,170) |
| 3. General Fund Total (Item 1 and 2) | <u>\$11,781,341</u> | <u>\$11,546,678</u> | <u>(\$234,663)</u> |

B. Reimbursements

| | | | |
|---|--------------------|--------------------|------------------|
| 1. Home and Community-Based Services Waiver | \$4,272,225 | \$4,420,602 | \$148,377 |
| 2. Home and Community-Based Services Waiver Administration | \$25,916 | \$25,690 | (\$226) |
| 3. Medicaid Administration | \$24,080 | \$28,055 | \$3,975 |
| 4. Targeted Case Management | \$427,294 | \$456,367 | \$29,073 |
| 5. Title XX Block Grant | \$213,421 | \$213,421 | \$0 |
| a. Social Services | \$136,264 | \$136,264 | \$0 |
| b. Temporary Assistance for Needy Families | \$77,157 | \$77,157 | \$0 |
| 6. Intermediate Care Facility-Developmentally Disabled State Plan Amendment | \$67,917 | \$77,406 | \$9,489 |
| 7. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$12,019 | \$12,019 | \$0 |
| 8. 1915(i) State Plan Amendment | \$960,378 | \$994,107 | \$33,729 |
| 9. Early Periodic Screening Diagnosis and Treatment | \$19,798 | \$21,640 | \$1,842 |
| 10. Behavioral Health Treatment Fee-for-Service | \$6,040 | \$5,915 | (\$125) |
| 11. Self-Determination Program Waiver | \$328,844 | \$337,373 | \$8,529 |
| 12. Reimbursements Total (Item 1 thru 11) | <u>\$6,357,932</u> | <u>\$6,592,595</u> | <u>\$234,663</u> |

C. Program Development Fund/Parental Fees

\$434 \$434 \$0

D. Developmental Disabilities Services Account

\$150 \$150 \$0

E. Behavioral Health Services Fund

\$740 \$740 \$0

F. Federal Funds

| | | | |
|--|-----------------|-----------------|------------|
| 1. Early Start Part C/Other Agency Costs | \$54,337 | \$54,337 | \$0 |
| 2. Foster Grandparent Program | \$1,145 | \$1,145 | \$0 |
| 3. Federal Funds Total (Item 1 and 2) | <u>\$55,482</u> | <u>\$55,482</u> | <u>\$0</u> |

G. GRAND TOTAL**\$18,196,079** **\$18,196,079** **\$0**

Comparison of Enacted Budget to Governor's Budget FY 2026-27

BUDGET ITEM:

| | Enacted Budget | FY 2026-27 | Difference |
|---|-----------------------------------|-----------------------------------|----------------------------------|
| A. Operations | | | |
| Caseload Growth/Utilization | | | |
| 1. Staffing Expenditures | \$1,541,654 | \$1,668,691 | \$127,037 |
| 2. Federal Compliance | \$49,552 | \$49,552 | \$0 |
| 3. Projects | \$40,483 | \$41,941 | \$1,458 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees Operations | \$2,037 | \$2,322 | \$285 |
| 5. Total Operations Caseload Growth (Items 1 thru 4) | <u>\$1,633,726</u> | <u>\$1,762,506</u> | <u>\$128,780</u> |
| Policy | | | |
| 6. Life Outcomes Improvement System (LOIS) | \$7,255 | \$7,255 | \$0 |
| 7. Public Records Act - (AB 1147) | \$9,696 | \$12,928 | \$3,232 |
| 8. Total Policy (Item 6 and 7) | <u>\$16,951</u> | <u>\$20,183</u> | <u>\$3,232</u> |
| 9. Total Operations (Item 5 and 8) | <u><u>\$1,650,677</u></u> | <u><u>\$1,782,689</u></u> | <u><u>\$132,012</u></u> |
| B. Purchase of Services | | | |
| Caseload Growth/Utilization | | | |
| 1. Behavioral Services | \$151,530 | \$200,000 | \$48,470 |
| 2. Day Services | \$2,468,362 | \$2,859,631 | \$391,269 |
| 3. Early Intervention Services | \$1,334,405 | \$1,427,184 | \$92,779 |
| 4. Employment | \$153,392 | \$153,647 | \$255 |
| 5. Medical Services | \$316,932 | \$366,601 | \$49,669 |
| 6. Other Services | \$221,859 | \$254,817 | \$32,958 |
| 7. Residential Services | \$6,537,876 | \$7,255,497 | \$717,621 |
| 8. Respite | \$2,008,311 | \$2,388,155 | \$379,844 |
| 9. Social Recreation | \$379,319 | \$538,419 | \$159,100 |
| 10. Support and Training Services | \$2,355,318 | \$2,945,635 | \$590,317 |
| 11. Transportation | \$690,073 | \$775,725 | \$85,652 |
| 12. Total Purchase of Services Caseload Growth (Item 1 thru 11) | <u>\$16,617,377</u> | <u>\$19,165,311</u> | <u>\$2,547,934</u> |
| Policy | | | |
| 13. Ongoing Purchase of Service Items | \$42,050 | \$42,050 | \$0 |
| 14. Budget Solutions | (\$135,452) | (\$379,386) | (\$243,934) |
| 15. Total Policy (Item 13 and 14) | <u>(\$93,402)</u> | <u>(\$337,336)</u> | <u>(\$243,934)</u> |
| 16. Total Purchase of Services (Item 12 and 15) | <u><u>\$16,523,975</u></u> | <u><u>\$18,827,975</u></u> | <u><u>\$2,304,000</u></u> |
| C. Early Start Part C/Other Agency Costs | <u><u>\$19,424</u></u> | <u><u>\$19,336</u></u> | <u><u>(\$88)</u></u> |
| D. Early Start Family Resource Services | <u><u>\$2,003</u></u> | <u><u>\$2,003</u></u> | <u><u>\$0</u></u> |
| E. GRAND TOTAL | <u><u>\$18,196,079</u></u> | <u><u>\$20,632,003</u></u> | <u><u>\$2,435,924</u></u> |

Comparison of Enacted Budget to Governor's Budget FY 2026-27

| FUND SOURCE: | Enacted Budget | FY 2026-27 | Difference |
|---|----------------------------|----------------------------|---------------------------|
| A. General Fund | | | |
| 1. General Fund Match | \$6,106,947 | \$6,756,704 | \$649,757 |
| 2. General Fund Other | \$5,674,394 | \$6,398,081 | \$723,687 |
| 3. General Fund Total (Item 1 and 2) | <u>\$11,781,341</u> | <u>\$13,154,785</u> | <u>\$1,373,444</u> |
| B. Reimbursements | | | |
| 1. Home and Community-Based Services Waiver | \$4,272,225 | \$5,032,564 | \$760,339 |
| 2. Home and Community-Based Services Waiver Administration | \$25,916 | \$26,809 | \$893 |
| 3. Medicaid Administration | \$24,080 | \$28,055 | \$3,975 |
| 4. Targeted Case Management | \$427,294 | \$486,122 | \$58,828 |
| 5. Title XX Block Grant | \$213,421 | \$213,421 | \$0 |
| a. Social Services | \$136,264 | \$136,264 | \$0 |
| b. Temporary Assistance for Needy Families | \$77,157 | \$77,157 | \$0 |
| 6. Intermediate Care Facility-Developmentally Disabled State Plan Amendment | \$67,917 | \$77,406 | \$9,489 |
| 7. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$12,019 | \$13,698 | \$1,679 |
| 8. 1915(i) State Plan Amendment | \$960,378 | \$1,131,834 | \$171,456 |
| 9. Early Periodic Screening Diagnosis and Treatment | \$19,798 | \$21,869 | \$2,071 |
| 10. Behavioral Health Treatment Fee-for-Service | \$6,040 | \$5,915 | (\$125) |
| 11. Self-Determination Program Waiver | \$328,844 | \$383,236 | \$54,392 |
| 12. Reimbursements Total (Item 1 thru 11) | <u>\$6,357,932</u> | <u>\$7,420,929</u> | <u>\$1,062,997</u> |
| C. Program Development Fund/Parental Fees | \$434 | \$0 | (\$434) |
| D. Developmental Disabilities Services Account | \$150 | \$150 | \$0 |
| E. Behavioral Health Services Fund | \$740 | \$740 | \$0 |
| F. Federal Funds | | | |
| 1. Early Start Part C/Other Agency Costs | \$54,337 | \$54,249 | (\$88) |
| 2. Foster Grandparent Program | \$1,145 | \$1,150 | \$5 |
| 3. Federal Funds Total (Item 1 and 2) | <u>\$55,482</u> | <u>\$55,399</u> | <u>(\$83)</u> |
| G. GRAND TOTAL | <u>\$18,196,079</u> | <u>\$20,632,003</u> | <u>\$2,435,924</u> |

Comparison of FY 2025-26 to FY 2026-27

BUDGET ITEM:

A. Operations**Caseload Growth/Utilization**

| | FY 2025-26 | FY 2026-27 | Difference |
|--|-------------|-------------|------------|
| 1. Staffing Expenditures | \$1,541,654 | \$1,668,691 | \$127,037 |
| 2. Federal Compliance | \$49,552 | \$49,552 | \$0 |
| 3. Projects | \$40,483 | \$41,941 | \$1,458 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees Operations | \$2,037 | \$2,322 | \$285 |
| 5. Total Operations Caseload Growth (Items 1 thru 4) | \$1,633,726 | \$1,762,506 | \$128,780 |

Policy

| | | | |
|--|-------------|-------------|-----------|
| 6. Life Outcomes Improvement System (LOIS) | \$7,255 | \$7,255 | \$0 |
| 7. Public Records Act - (AB 1147) | \$9,696 | \$12,928 | \$3,232 |
| 8. Total Policy (Item 6 and 7) | \$16,951 | \$20,183 | \$3,232 |
| 9. Total Operations (Item 5 and 8) | \$1,650,677 | \$1,782,689 | \$132,012 |

B. Purchase of Services**Caseload Growth/Utilization**

| | | | |
|---|--------------|--------------|-------------|
| 1. Behavioral Services | \$151,530 | \$200,000 | \$48,470 |
| 2. Day Services | \$2,468,362 | \$2,859,631 | \$391,269 |
| 3. Early Intervention Services | \$1,334,405 | \$1,427,184 | \$92,779 |
| 4. Employment | \$153,392 | \$153,647 | \$255 |
| 5. Medical Services | \$316,932 | \$366,601 | \$49,669 |
| 6. Other Services | \$221,859 | \$254,817 | \$32,958 |
| 7. Residential Services | \$6,537,876 | \$7,255,497 | \$717,621 |
| 8. Respite | \$2,008,311 | \$2,388,155 | \$379,844 |
| 9. Social Recreation | \$379,319 | \$538,419 | \$159,100 |
| 10. Support and Training Services | \$2,355,318 | \$2,945,635 | \$590,317 |
| 11. Transportation | \$690,073 | \$775,725 | \$85,652 |
| 12. Total Purchase of Services Caseload Growth (Item 1 thru 11) | \$16,617,377 | \$19,165,311 | \$2,547,934 |

Policy

| | | | |
|--|-------------|-------------|-------------|
| 13. Ongoing Purchase of Services Items | \$42,050 | \$42,050 | \$0 |
| 14. Budget Solutions | (\$135,452) | (\$379,386) | (\$243,934) |
| 15. Total Policy (Item 13 and 14) | (\$93,402) | (\$337,336) | (\$243,934) |

16. Total Purchase of Services (Item 12 and 15)

\$16,523,975 \$18,827,975 \$2,304,000

C. Early Start Part C/Other Agency Costs**D. Early Start Family Resource Services****E. GRAND TOTAL**

\$18,196,079 \$20,632,003 \$2,435,924

Comparison of FY 2025-26 to FY 2026-27

| FUND SOURCE: | FY 2025-26 | FY 2026-27 | Difference |
|---|---------------------|---------------------|--------------------|
| A. General Fund | | | |
| 1. General Fund Match | \$5,939,454 | \$6,756,704 | \$817,250 |
| 2. General Fund Other | \$5,607,224 | \$6,398,081 | \$790,857 |
| 3. General Fund Total (Item 1 and 2) | \$11,546,678 | \$13,154,785 | \$1,608,107 |
| B. Reimbursements | | | |
| 1. Home and Community-Based Services Waiver | \$4,420,602 | \$5,032,564 | \$611,962 |
| 2. Home and Community-Based Services Waiver Administration | \$25,690 | \$26,809 | \$1,119 |
| 3. Medicaid Administration | \$28,055 | \$28,055 | \$0 |
| 4. Targeted Case Management | \$456,367 | \$486,122 | \$29,755 |
| 5. Title XX Block Grant | \$213,421 | \$213,421 | \$0 |
| a. Social Services | \$136,264 | \$136,264 | \$0 |
| b. <i>Temporary Assistance for Needy Families</i> | \$77,157 | \$77,157 | \$0 |
| 6. Intermediate Care Facility-Developmentally Disabled State Plan Amendment | \$77,406 | \$77,406 | \$0 |
| 7. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$12,019 | \$13,698 | \$1,679 |
| 8. 1915(i) State Plan Amendment | \$994,107 | \$1,131,834 | \$137,727 |
| 9. Early Periodic Screening Diagnosis and Treatment | \$21,640 | \$21,869 | \$229 |
| 10. Behavioral Health Treatment Fee-for-Service | \$5,915 | \$5,915 | \$0 |
| 11. Self-Determination Program Waiver | \$337,373 | \$383,236 | \$45,863 |
| 12. Reimbursements Total (Item 1 thru 11) | \$6,592,595 | \$7,420,929 | \$828,334 |
| C. Program Development Fund/Parental Fees | \$434 | \$0 | (\$434) |
| D. Developmental Disabilities Services Account | \$150 | \$150 | \$0 |
| E. Behavioral Health Services Fund | \$740 | \$740 | \$0 |
| F. Federal Funds | | | |
| 1. Early Start Part C/Other Agency Costs | \$54,337 | \$54,249 | (\$88) |
| 2. Foster Grandparent Program | \$1,145 | \$1,150 | \$5 |
| 3. Federal Funds Total (Item 1 and 2) | \$55,482 | \$55,399 | (\$83) |
| G. GRAND TOTAL | \$18,196,079 | \$20,632,003 | \$2,435,924 |

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SECTION C: POPULATION

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Population

FY 2025-26

| <i>Estimated Population as of January 2026</i> | Enacted Budget | FY 2025-26 | Difference | Percent Change |
|--|-----------------------|-------------------|-------------------|-----------------------|
| Lanterman | 419,923 | 418,361 | (1,562) | (0.37%) |
| Early Start | 58,979 | 56,020 | (2,959) | (5.02%) |
| Provisional Eligibility | 12,178 | 14,873 | 2,695 | 22.13% |
| Total Community Population | 491,080 | 489,254 | (1,826) | (0.37%) |

FY 2026-27

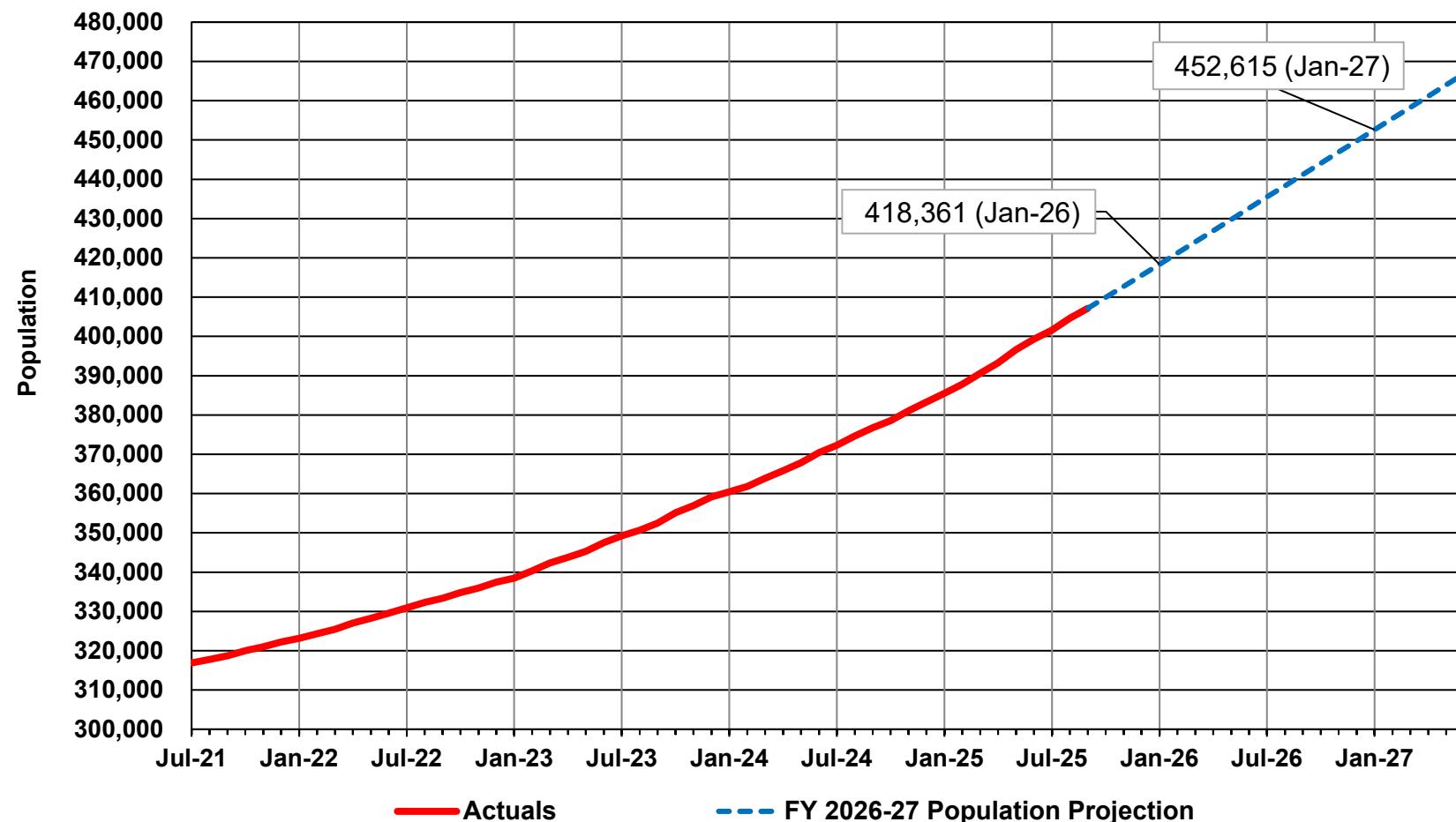
| <i>Estimated Population as of January 2027</i> | Enacted Budget | FY 2026-27 | Difference | Percent Change |
|--|-----------------------|-------------------|-------------------|-----------------------|
| Lanterman | 419,923 | 452,615 | 32,692 | 7.79% |
| Early Start | 58,979 | 56,073 | (2,906) | (4.93%) |
| Provisional Eligibility | 12,178 | 18,160 | 5,982 | 49.12% |
| Total Community Population | 491,080 | 526,848 | 35,768 | 7.28% |

FY 2025-26 vs. FY 2026-27

| | FY 2025-26 | FY 2026-27 | Difference | Percent Change |
|-----------------------------------|-------------------|-------------------|-------------------|-----------------------|
| Lanterman | 418,361 | 452,615 | 34,254 | 8.19% |
| Early Start | 56,020 | 56,073 | 53 | 0.09% |
| Provisional Eligibility | 14,873 | 18,160 | 3,287 | 22.10% |
| Total Community Population | 489,254 | 526,848 | 37,594 | 7.68% |

Population

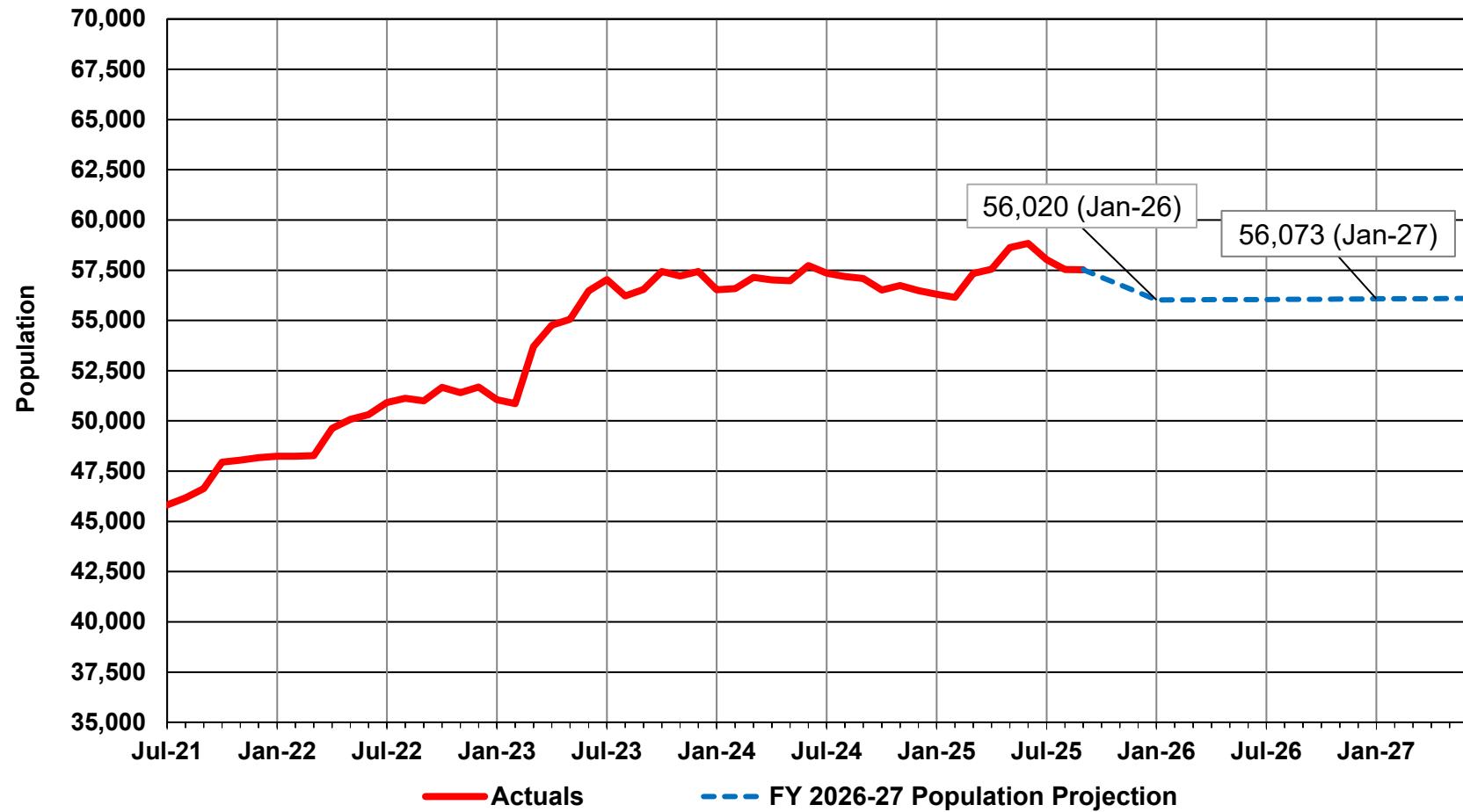
LANTERMAN



*Actuals reflect ages 3 and older, estimate reflects all ages.

Population

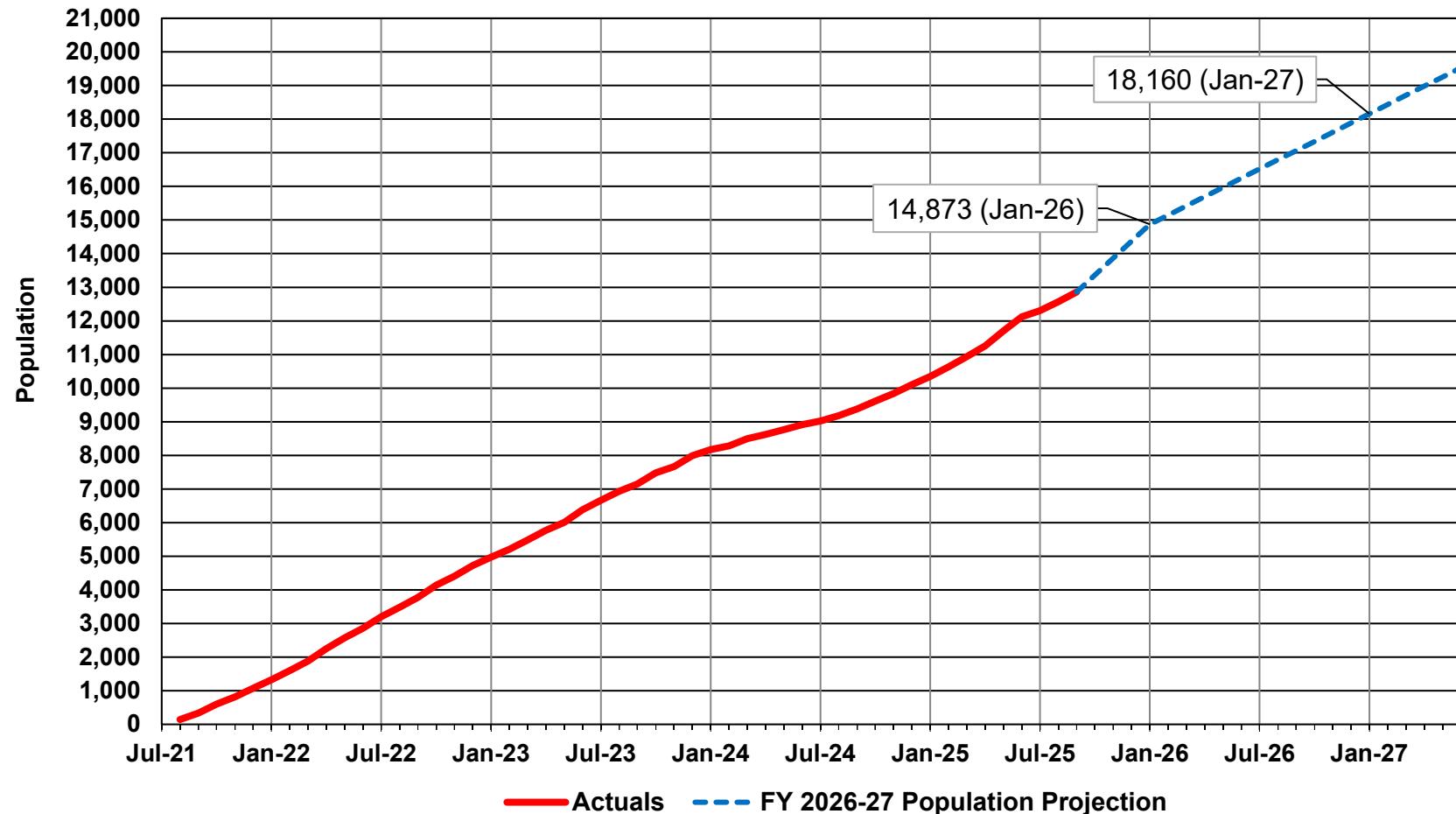
EARLY START



*Actuals reflect birth through 35 months, estimate reflects Early Start Status 1, birth through 35 months.

Population

PROVISIONAL ELIGIBILITY



*Prior to January 2024, Lanterman Act Provisional Eligibility was for children ages 3 and 4.

Population

COMMUNITY POPULATION (Lanterman, Early Start and Provisional Eligibility)

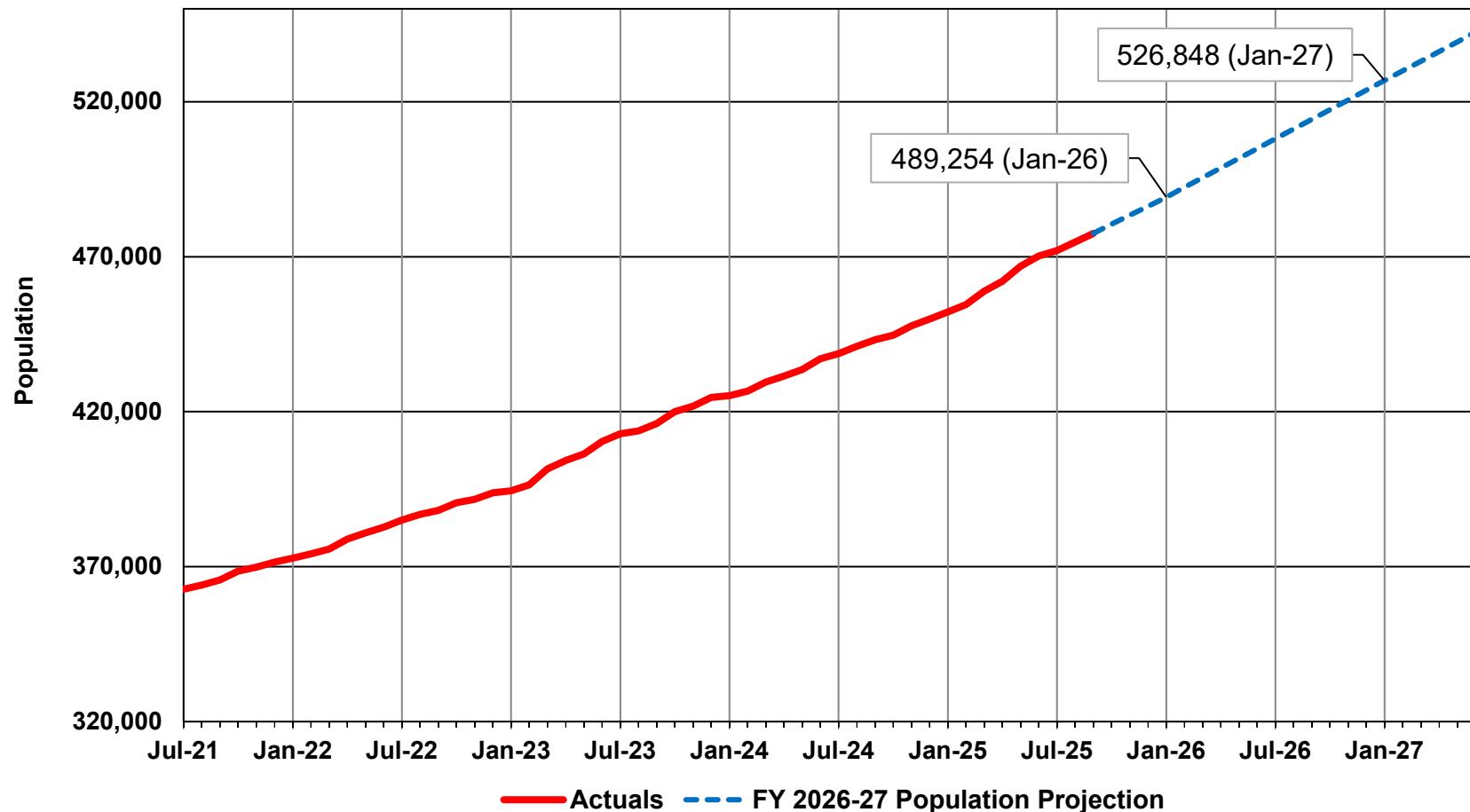


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Comparison of Enacted Budget to Governor's Budget
FY 2025-26
OPERATIONS

| | Enacted Budget | FY 2025-26 | Difference |
|--|--------------------|--------------------|----------------|
| I. POPULATION: | | | |
| A. Lanterman | 419,923 | 418,361 | (1,562) |
| B. Early Start | 58,979 | 56,020 | (2,959) |
| C. Provisional Eligibility | 12,178 | 14,873 | 2,695 |
| D. Total Community Population | 491,080 | 489,254 | (1,826) |
| II. BUDGET ITEMS: | | | |
| Caseload Growth/Utilization | | | |
| 1. Staffing Expenditures | | | |
| A. Core Staffing | \$963,917 | \$963,917 | \$0 |
| 1) <i>Personal Services and Operating Expenses</i> | <i>\$845,909</i> | <i>\$845,909</i> | <i>\$0</i> |
| 2) <i>Regional Center Rent</i> | <i>\$118,008</i> | <i>\$118,008</i> | <i>\$0</i> |
| B. Enhanced Caseload Ratio 1:45 for Developmental Center Movers | \$85 | \$85 | \$0 |
| C. Community Placement Plan | \$15,265 | \$15,265 | \$0 |
| D. Staffing for Collection of Federal Finance Participation for Contracted Services | \$1,893 | \$1,893 | \$0 |
| E. Ongoing Operation Items | \$602,372 | \$602,372 | \$0 |
| F. Less: Reductions | (\$41,878) | (\$41,878) | \$0 |
| G. Total Staffing Expenditures | \$1,541,654 | \$1,541,654 | \$0 |
| 2. Federal Compliance | | | |
| A. Home and Community-Based Services Waiver | \$21,135 | \$21,135 | \$0 |
| B. Compliance with Home and Community-Based Services Waiver Requirements | \$8,700 | \$8,700 | \$0 |
| C. Case Managers to Meet Home and Community-Based Services Waiver Requirements | \$14,131 | \$14,131 | \$0 |
| D. Targeted Case Management | \$4,129 | \$4,129 | \$0 |
| E. Nursing Home Reform/Pre-Admission Screening and Resident Review | \$473 | \$473 | \$0 |
| F. Federal Medicaid Requirement for Regional Center Home and Community-Based Services | \$984 | \$984 | \$0 |
| G. Total Federal Compliance | \$49,552 | \$49,552 | \$0 |
| 3. Projects | | | |
| A. Information Technology Costs | \$4,712 | \$4,712 | \$0 |
| 1) <i>Regional Center Application Support</i> | <i>\$3,462</i> | <i>\$3,462</i> | <i>\$0</i> |
| 2) <i>Data Processing</i> | <i>\$1,250</i> | <i>\$1,250</i> | <i>\$0</i> |
| B. Clients' Rights Advocacy | \$11,427 | \$11,427 | \$0 |
| C. Quality Assessment | \$5,564 | \$5,564 | \$0 |
| D. Direct Support Professional Training | \$5,200 | \$5,200 | \$0 |
| E. Office of Administrative Hearings | \$5,828 | \$5,828 | \$0 |
| F. Wellness Projects | \$100 | \$100 | \$0 |
| G. Foster Grandparent/Senior Companion | \$4,728 | \$4,728 | \$0 |
| H. Special Incident Reporting/Risk Assessment | \$1,286 | \$1,286 | \$0 |
| I. Increased Access to Mental Health Services | \$740 | \$740 | \$0 |
| J. Sherry S. Court Case | \$4 | \$4 | \$0 |
| K. FY 2003-04 FFP Enhancement, Phase II | \$500 | \$500 | \$0 |
| L. Housing Projects | \$244 | \$244 | \$0 |
| M. Review of Senate Bill 1175 Housing Proposals | \$150 | \$150 | \$0 |
| N. Total Projects | \$40,483 | \$40,483 | \$0 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees Operations | \$2,037 | \$2,037 | \$0 |
| 5. Total Operation Caseload Growth (Item 1 thru 4) | \$1,633,726 | \$1,633,726 | \$0 |

Comparison of Enacted Budget to Governor's Budget
FY 2025-26
OPERATIONS

II. BUDGET ITEMS:**Policy**

| | Enacted Budget | FY 2025-26 | Difference |
|--|---------------------------|---------------------------|-------------------|
| 6. Life Outcomes Improvement System (LOIS) | \$7,255 | \$7,255 | \$0 |
| 7. Public Records Act - (AB 1147) | \$9,696 | \$9,696 | \$0 |
| 8. Total Policy (Item 6 and 7) | <u>\$16,951</u> | <u>\$16,951</u> | \$0 |
| 9. Total Operations (Item 5 and 8) | <u>\$1,650,677</u> | <u>\$1,650,677</u> | <u>\$0</u> |

III. FUND SOURCE:**A. General Fund**

| | | | |
|--------------------------------------|--------------------|--------------------|------------|
| 1. General Fund Match | \$457,788 | \$469,599 | \$11,811 |
| 2. General Fund Other | \$712,545 | \$667,912 | (\$44,633) |
| 3. General Fund Total (Item 1 and 2) | <u>\$1,170,333</u> | <u>\$1,137,511</u> | (\$32,822) |

B. Reimbursements

| | | | |
|--|------------------|------------------|----------|
| 1. Home and Community-Based Services Waiver Administration | \$25,916 | \$25,690 | (\$226) |
| 2. Medicaid Administration | \$24,080 | \$28,055 | \$3,975 |
| 3. Targeted Case Management | \$427,294 | \$456,367 | \$29,073 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$1,019 | \$1,019 | \$0 |
| 5. Reimbursements Total (Item 1 thru 4) | <u>\$478,309</u> | <u>\$511,131</u> | \$32,822 |

C. Developmental Disabilities Services Account

| | | |
|-------|-------|-----|
| \$150 | \$150 | \$0 |
|-------|-------|-----|

D. Behavioral Health Services Fund

| | | |
|-------|-------|-----|
| \$740 | \$740 | \$0 |
|-------|-------|-----|

E. Federal Fund: Foster Grandparent Program

| | | |
|---------|---------|-----|
| \$1,145 | \$1,145 | \$0 |
|---------|---------|-----|

F. GRAND TOTAL

| | | |
|---------------------------|---------------------------|-------------------|
| <u>\$1,650,677</u> | <u>\$1,650,677</u> | <u>\$0</u> |
|---------------------------|---------------------------|-------------------|

Comparison of Enacted Budget to Governor's Budget
FY 2026-27
OPERATIONS

| | Enacted Budget | FY 2026-27 | Difference |
|--|--------------------|--------------------|------------------|
| I. POPULATION: | | | |
| A. Lanterman | 419,923 | 452,615 | 32,692 |
| B. Early Start | 58,979 | 56,073 | (2,906) |
| C. Provisional Eligibility | 12,178 | 18,160 | 5,982 |
| D. Total Community Population | 491,080 | 526,848 | 35,768 |
| II. BUDGET ITEMS: | | | |
| Caseload Growth/Utilization | | | |
| 1. Staffing Expenditures | | | |
| A. Core Staffing | \$963,917 | \$1,028,850 | \$64,933 |
| 1) Personal Services and Operating Expenses | \$845,909 | \$896,855 | \$50,946 |
| 2) Regional Center Rent | \$118,008 | \$131,995 | \$13,987 |
| B. Enhanced Caseload Ratio 1:45 for Developmental Center Movers | \$85 | \$85 | \$0 |
| C. Community Placement Plan | \$15,265 | \$15,265 | \$0 |
| D. Staffing for Collection of Federal Finance Participation for Contracted Services | \$1,893 | \$1,893 | \$0 |
| E. Ongoing Operation Items | \$602,372 | \$664,476 | \$62,104 |
| F. Less: Reductions | (\$41,878) | (\$41,878) | \$0 |
| G. Total Staffing Expenditures | \$1,541,654 | \$1,668,691 | \$127,037 |
| 2. Federal Compliance | | | |
| A. Home and Community-Based Services Waiver | \$21,135 | \$21,135 | \$0 |
| B. Compliance with Home and Community-Based Services Waiver Requirements | \$8,700 | \$8,700 | \$0 |
| C. Case Managers to Meet Home and Community-Based Services Waiver Requirements | \$14,131 | \$14,131 | \$0 |
| D. Targeted Case Management | \$4,129 | \$4,129 | \$0 |
| E. Nursing Home Reform/Pre-Admission Screening and Resident Review | \$473 | \$473 | \$0 |
| F. Federal Medicaid Requirement for Regional Center Home and Community-Based Services | \$984 | \$984 | \$0 |
| G. Total Federal Compliance | \$49,552 | \$49,552 | \$0 |
| 3. Projects | | | |
| A. Information Technology Costs | \$4,712 | \$4,989 | \$277 |
| 1) Regional Center Application Support | \$3,462 | \$3,739 | \$277 |
| 2) Data Processing | \$1,250 | \$1,250 | \$0 |
| B. Clients' Rights Advocacy | \$11,427 | \$12,212 | \$785 |
| C. Quality Assessment | \$5,564 | \$5,894 | \$330 |
| D. Direct Support Professional Training | \$5,200 | \$5,200 | \$0 |
| E. Office of Administrative Hearings | \$5,828 | \$5,828 | \$0 |
| F. Wellness Projects | \$100 | \$100 | \$0 |
| G. Foster Grandparent/Senior Companion | \$4,728 | \$4,728 | \$0 |
| H. Special Incident Reporting/Risk Assessment | \$1,286 | \$1,352 | \$66 |
| I. Increased Access to Mental Health Services | \$740 | \$740 | \$0 |
| J. Sherry S. Court Case | \$4 | \$4 | \$0 |
| K. FY 2003-04 FFP Enhancement, Phase II | \$500 | \$500 | \$0 |
| L. Housing Projects | \$244 | \$244 | \$0 |
| M. Review of Senate Bill 1175 Housing Proposals | \$150 | \$150 | \$0 |
| N. Total Projects | \$40,483 | \$41,941 | \$1,458 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees Operations | \$2,037 | \$2,322 | \$285 |
| 5. Total Operation Caseload Growth (Item 1 thru 4) | \$1,633,726 | \$1,762,506 | \$128,780 |

Comparison of Enacted Budget to Governor's Budget
FY 2026-27
OPERATIONS

II. BUDGET ITEMS:**Policy**

| | | | | |
|----|---|-------------------------|-------------------------|-----------------------|
| 6. | Life Outcomes Improvement System (LOIS) | \$7,255 | \$7,255 | \$0 |
| 7. | Public Records Act - (AB 1147) | \$9,696 | \$12,928 | \$3,232 |
| | Total Policy (Item 6 and 7) | <hr/> \$16,951 | <hr/> \$20,183 | <hr/> \$3,232 |
| | 9. Total Operations (Item 5 and 8) | <hr/>\$1,650,677 | <hr/>\$1,782,689 | <hr/>\$132,012 |

III. FUND SOURCE:**A. General Fund**

| | | | | |
|----|---|-------------------|-------------------|----------------|
| 1. | General Fund Match | \$457,788 | \$500,642 | \$42,854 |
| 2. | General Fund Other | \$712,545 | \$737,860 | \$25,315 |
| | 3. General Fund Total (Item 1 and 2) | <hr/> \$1,170,333 | <hr/> \$1,238,502 | <hr/> \$68,169 |

B. Reimbursements

| | | | | |
|----|---|-----------------|-----------------|----------------|
| 1. | Home and Community-Based Services Waiver Administration | \$25,916 | \$26,809 | \$893 |
| 2. | Medicaid Administration | \$24,080 | \$28,055 | \$3,975 |
| 3. | Targeted Case Management | \$427,294 | \$486,122 | \$58,828 |
| 4. | Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$1,019 | \$1,161 | \$142 |
| | 5. Reimbursements Total (Item 1 thru 4) | <hr/> \$478,309 | <hr/> \$542,147 | <hr/> \$63,838 |

C. Developmental Disabilities Services Account

| | | |
|-------|-------|-----|
| \$150 | \$150 | \$0 |
|-------|-------|-----|

D. Behavioral Health Services Fund

| | | |
|-------|-------|-----|
| \$740 | \$740 | \$0 |
|-------|-------|-----|

E. Federal Fund: Foster Grandparent Program

| | | |
|---------|---------|-----|
| \$1,145 | \$1,150 | \$5 |
|---------|---------|-----|

F. GRAND TOTAL

| | | |
|-------------------------|-------------------------|-----------------------|
| <hr/>\$1,650,677 | <hr/>\$1,782,689 | <hr/>\$132,012 |
|-------------------------|-------------------------|-----------------------|

Comparison of FY 2025-26 to FY 2026-27 OPERATIONS

| | FY 2025-26 | FY 2026-27 | Difference |
|--|--------------------|--------------------|------------------|
| I. POPULATION: | | | |
| A. Lanterman | 418,361 | 452,615 | 34,254 |
| B. Early Start | 56,020 | 56,073 | 53 |
| C. Provisional Eligibility | 14,873 | 18,160 | 3,287 |
| C. Total Community Population | 489,254 | 526,848 | 37,594 |
| II. BUDGET ITEMS: | | | |
| Caseload Growth/Utilization | | | |
| 1. Staffing Expenditures | | | |
| A. Core Staffing | \$963,917 | \$1,028,850 | \$64,933 |
| 1) Personal Services and Operating Expenses | \$845,909 | \$896,855 | \$50,946 |
| 2) Regional Center Rent | \$118,008 | \$131,995 | \$13,987 |
| B. Enhanced Caseload Ratio 1:45 for Developmental Center Movers | \$85 | \$85 | \$0 |
| C. Community Placement Plan | \$15,265 | \$15,265 | \$0 |
| D. Staffing for Collection of Federal Finance Participation for Contracted Services | \$1,893 | \$1,893 | \$0 |
| E. Ongoing Operation Items | \$602,372 | \$664,476 | \$62,104 |
| F. Less: Reductions | (\$41,878) | (\$41,878) | \$0 |
| G. Total Staffing Expenditures | \$1,541,654 | \$1,668,691 | \$127,037 |
| 2. Federal Compliance | | | |
| A. Home and Community-Based Services Waiver | \$21,135 | \$21,135 | \$0 |
| B. Compliance with Home and Community-Based Services Waiver Requirements | \$8,700 | \$8,700 | \$0 |
| C. Case Managers to Meet Home and Community-Based Services Waiver Requirements | \$14,131 | \$14,131 | \$0 |
| D. Targeted Case Management | \$4,129 | \$4,129 | \$0 |
| E. Nursing Home Reform/Pre-Admission Screening and Resident Review | \$473 | \$473 | \$0 |
| F. Federal Medicaid Requirement for Regional Center Home and Community-Based Services | \$984 | \$984 | \$0 |
| G. Total Federal Compliance | \$49,552 | \$49,552 | \$0 |
| 3. Projects | | | |
| A. Information Technology Costs | \$4,712 | \$4,989 | \$277 |
| 1) Regional Center Application Support | \$3,462 | \$3,739 | \$277 |
| 2) Data Processing | \$1,250 | \$1,250 | \$0 |
| B. Clients' Rights Advocacy | \$11,427 | \$12,212 | \$785 |
| C. Quality Assessment | \$5,564 | \$5,894 | \$330 |
| D. Direct Support Professional Training | \$5,200 | \$5,200 | \$0 |
| E. Office of Administrative Hearings | \$5,828 | \$5,828 | \$0 |
| F. Wellness Projects | \$100 | \$100 | \$0 |
| G. Foster Grandparent/Senior Companion | \$4,728 | \$4,728 | \$0 |
| H. Special Incident Reporting/Risk Assessment | \$1,286 | \$1,352 | \$66 |
| I. Increased Access to Mental Health Services | \$740 | \$740 | \$0 |
| J. Sherry S. Court Case | \$4 | \$4 | \$0 |
| K. FY 2003-04 FFP Enhancement, Phase II | \$500 | \$500 | \$0 |
| L. Housing Projects | \$244 | \$244 | \$0 |
| M. Review of Senate Bill 1175 Housing Proposals | \$150 | \$150 | \$0 |
| N. Total Projects | \$40,483 | \$41,941 | \$1,458 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees Operations | \$2,037 | \$2,322 | \$285 |
| 5. Total Operation Caseload Growth (Item 1 thru 4) | \$1,633,726 | \$1,762,506 | \$128,780 |

Comparison of FY 2025-26 to FY 2026-27 OPERATIONS

II. BUDGET ITEMS:**Policy**

| | FY 2025-26 | FY 2026-27 | Difference |
|--|---------------------------|---------------------------|-------------------------|
| 6. Life Outcomes Improvement System (LOIS) | \$7,255 | \$7,255 | \$0 |
| 7. Public Records Act - (AB 1147) | \$9,696 | \$12,928 | \$3,232 |
| 8. Total Policy (Item 6 and 7) | <u>\$16,951</u> | <u>\$20,183</u> | <u>\$3,232</u> |
| 9. Total Operations (Item 5 and 8) | <u>\$1,650,677</u> | <u>\$1,782,689</u> | <u>\$132,012</u> |

III. FUND SOURCE:**A. General Fund**

| | | | |
|--------------------------------------|--------------------|--------------------|------------------|
| 1. General Fund Match | \$469,599 | \$500,642 | \$31,043 |
| 2. General Fund Other | \$667,912 | \$737,860 | \$69,948 |
| 3. General Fund Total (Item 1 and 2) | <u>\$1,137,511</u> | <u>\$1,238,502</u> | <u>\$100,991</u> |

B. Reimbursements

| | | | |
|--|------------------|------------------|-----------------|
| 1. Home and Community-Based Services Waiver Administration | \$25,690 | \$26,809 | \$1,119 |
| 2. Medicaid Administration | \$28,055 | \$28,055 | \$0 |
| 3. Targeted Case Management | \$456,367 | \$486,122 | \$29,755 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$1,019 | \$1,161 | \$142 |
| 5. Reimbursements Total (Item 1 thru 4) | <u>\$511,131</u> | <u>\$542,147</u> | <u>\$31,016</u> |

C. Developmental Disabilities Services Account

| | | |
|-------|-------|-----|
| \$150 | \$150 | \$0 |
|-------|-------|-----|

D. Behavioral Health Services Fund

| | | |
|-------|-------|-----|
| \$740 | \$740 | \$0 |
|-------|-------|-----|

E. Federal Fund: Foster Grandparent Program

| | | |
|---------|---------|-----|
| \$1,145 | \$1,150 | \$5 |
|---------|---------|-----|

F. GRAND TOTAL

| | | |
|---------------------------|---------------------------|-------------------------|
| <u>\$1,650,677</u> | <u>\$1,782,689</u> | <u>\$132,012</u> |
|---------------------------|---------------------------|-------------------------|

Staffing Expenditures

BACKGROUND:

Staffing includes personal services and operating expenses for Core Staffing, Rent, Community Placement Plan, and mover Continuation Cost.

METHODOLOGY:

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|-------------------|-------------------|
| • Population Projections: (See Section C, Population, for details) | | |
| • Lanterman | 418,361 | 452,615 |
| • Early Start | 56,020 | 56,073 |
| • Provisional Eligibility | 14,873 | 18,160 |
| Subtotal Community Population: | 489,254 | 526,848 |
| • State Operated Facilities Population: | 302 | 302 |
| Total Population: | 489,556 | 527,150 |
| • Informational: | | |
| • Community Care Facility Consumers (including Placement Continuation) | 25,243 | 25,243 |
| • Home and Community-Based Services Waiver-Enrolled Consumers | 158,466 | 163,365 |
| • Early Start (with Assessment) | 70,105 | 70,158 |
| • Placement Continuation Consumers | 65 | 65 |
| • Intake cases per month | 16,324 | 17,509 |
| • Vendors | 44,158 | 44,158 |
| • Mediations per year | 400 | 400 |

Staffing Expenditures

| METHODOLOGY (CONTINUED): | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------------|--------------------------|
| CORE STAFFING: | | |
| PERSONAL SERVICES: | | |
| • Direct Services and Administrative Positions: | \$661,220 | \$700,951 |
| FY 2025-26 17,969 | | |
| FY 2026-27 19,062 | | |
| <i>See Attachment A for Core Staffing Estimate.</i> | | |
| <i>See Attachment B for Core Staffing Formulas.</i> | | |
| • Fringe Benefits: | \$156,708 | \$166,125 |
| <i>Calculated at 23.7 percent per position.</i> | | |
| • Salary Savings: | (\$28,792) | (\$30,509) |
| <i>Client Program Coordinators: 1.0 percent per position</i> | (\$3,599) | (\$3,818) |
| <i>All Other Staff: 5.5 percent per position</i> | (\$25,193) | (\$26,691) |
| • Early Start Administrative and Clinical Support: | \$694 | \$694 |
| <i>Includes salaries, fringe benefits, and salary savings.</i> | | |
| TOTAL PERSONAL SERVICES: | \$789,830 | \$837,261 |
| OPERATING EXPENSES: | | |
| • Operating Expenses: | \$56,079 | \$59,594 |
| <i>Base amount plus the following adjustments:</i> | | |
| <i>Professional Positions: \$3,400</i> | | |
| <i>Clerical Positions: \$2,400</i> | | |
| • Rent: | \$118,008 | \$131,995 |
| TOTAL OPERATING EXPENSES: | \$174,087 | \$191,589 |
| TOTAL CORE STAFFING: | \$963,917 | \$1,028,850 |
| Enhanced Caseload Ratio 1:45 for DC Movers: | \$85 | \$85 |
| Community Placement Plan: | \$15,265 | \$15,265 |
| <i>See Community Placement Plan for details, in Section F.</i> | | |
| Staffing for Collection of Federal Financial Participation (FFP) for Contracted Services: | \$1,893 | \$1,893 |
| <i>Funding provides one Community Program Specialist I and one Account Clerk II for each Regional Center.</i> | | |

Staffing Expenditures

| METHODOLOGY (CONTINUED): | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------------|--------------------------|
| Ongoing Operation Items: | | |
| Assembly Bill X2 1 Regional Center Operations Increase | \$56,600 | \$56,600 |
| Community Navigators | \$5,300 | \$5,300 |
| Compliance with HCBS Regulations | \$1,422 | \$1,422 |
| Compliance with HCBS Requirements | \$9,391 | \$11,421 |
| Developmental Center Closure/Ongoing Workload | \$8,360 | \$8,368 |
| Direct Service Professional Workforce Training and Development | \$4,300 | \$4,300 |
| Disparities Within the Developmental Services System | \$2,241 | \$0 |
| Early Start Eligibility | \$10,418 | \$10,723 |
| Enhanced Service Coordination | \$15,313 | \$15,761 |
| Enrolling Vendors as Medicaid Providers | \$400 | \$400 |
| Family Home Agency Oversight | \$2,169 | \$2,232 |
| Forensic Diversion | \$534 | \$534 |
| Improve Service Coordinator Caseload Ratios | \$23,162 | \$23,834 |
| Language Access and Cultural Competency | \$16,667 | \$16,667 |
| Lanterman Act Provisional Eligibility | \$29,095 | \$35,714 |
| Oversight and Accountability | \$4,450 | \$4,450 |
| Part C to B (Early Start) Through Postsecondary Transition Supports | \$3,167 | \$3,167 |
| Performance Incentive | \$156,161 | \$196,026 |
| Psychological Evaluations for BHT Fee-for-Services Consumers | \$1,611 | \$1,611 |
| Reduced Caseload Ratio for Children through Age Five | \$188,483 | \$203,033 |
| Regional Center Emergency Coordinators | \$2,500 | \$2,500 |
| Resources to implement (AB) X2 1 | \$4,164 | \$4,164 |
| Resources to Support Individuals Who Are Deaf | \$4,676 | \$4,743 |
| Self-Determination Program | \$4,073 | \$2,033 |
| Self-Determination Ongoing Implementation | \$600 | \$600 |
| Service Provider Rate Reform | \$12,647 | \$12,647 |
| Specialized Caseload Ratio | \$15,473 | \$17,030 |
| Specialized Home Monitoring | \$14,525 | \$14,525 |

Staffing Expenditures

| METHODOLOGY (CONTINUED): | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|--------------------------|--------------------------|
| Ongoing Operation Items: | | |
| START Training | \$770 | \$813 |
| Trauma Informed Services for Foster Youth | \$3,200 | \$3,358 |
| Tribal Engagement for Early Start Services | \$500 | \$500 |
| Less Reductions: | (\$41,878) | (\$41,878) |
| TOTAL EXPENDITURES: | \$1,541,654 | \$1,668,691 |

REASON FOR CHANGE:

There is no change in FY 2025-26 from the Enacted.

The change from FY 2025-26 to FY 2026-27 is due to changes in community caseload, and increases in facility rent.

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------------|--------------------|-------------------|
| TOTAL | \$1,541,654 | \$1,541,654 | \$0 |
| GF | \$1,087,851 | \$1,064,209 | (\$23,642) |
| Reimbursements | \$453,803 | \$477,445 | \$23,642 |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|--------------------|--------------------|-------------------|
| TOTAL | \$1,541,654 | \$1,668,691 | \$127,037 |
| GF | \$1,064,209 | \$1,161,549 | \$97,340 |
| Reimbursements | \$477,445 | \$507,142 | \$29,697 |

Attachment A
CORE STAFFING ESTIMATE – FY 2025-26

| A. PERSONAL SERVICES 1. DIRECT SERVICES | Enacted | Budgeted | Salary | Cost | Difference |
|---|----------------|-----------------|---------------|---------------|-------------------|
| | Budget | | | | |
| a. Clinical | | | | | |
| (1) Intake and Assessment | | | | | |
| (a) Physician | \$18,870,462 | 238.05 | \$79,271 | \$18,870,462 | \$0 |
| (b) Psychologist | \$19,879,079 | 476.10 | \$41,754 | \$19,879,079 | \$0 |
| (c) Nurse | \$8,848,557 | 238.05 | \$37,171 | \$8,848,557 | \$0 |
| (d) Nutritionist | \$7,590,462 | 238.05 | \$31,886 | \$7,590,462 | \$0 |
| (2) Clinical Support Teams | | | | | |
| (a) Physician/Psychiatrist | \$10,583,910 | 115.00 | \$92,034 | \$10,583,910 | \$0 |
| (b) Consulting Pharmacist | \$6,951,750 | 115.00 | \$60,450 | \$6,951,750 | \$0 |
| (c) Behavioral Psychologist | \$6,321,780 | 115.00 | \$54,972 | \$6,321,780 | \$0 |
| (d) Nurse | \$5,804,970 | 115.00 | \$50,478 | \$5,804,970 | \$0 |
| (3) SB 1038 Health Reviews | | | | | |
| (a) Physician | \$4,144,291 | 45.03 | \$92,034 | \$4,144,291 | \$0 |
| (b) Nurse | \$10,606,942 | 210.13 | \$50,478 | \$10,606,942 | \$0 |
| b. Intake / Case Management | | | | | |
| (1) Supervising Counselor (Intake) (1:10 Intake Workers in Item (2) below) | \$8,869,995 | 233.20 | \$38,036 | \$8,869,995 | \$0 |
| (2) Intake Worker | \$74,495,740 | 2,332.00 | \$31,945 | \$74,495,740 | \$0 |
| (3) Supervising Counselor (Case Management) (1:10 CPCs in Items (6), (7) and (8) below) | \$39,132,109 | 746.91 | \$52,392 | \$39,132,109 | \$0 |
| (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) | \$133,365,282 | 3,918.82 | \$34,032 | \$133,365,282 | \$0 |
| (7) CPC (Waiver, Early Start only), 1:62 Consumers | \$119,176,661 | 3,501.90 | \$34,032 | \$119,176,661 | \$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) | \$79,636 | 1.52 | \$52,392 | \$79,636 | \$0 |
| (10) CPC, DSS Incidental Medical Care Regs | \$573,034 | 15.15 | \$37,824 | \$573,034 | \$0 |
| c. Quality Assurance / Quarterly Monitoring | | | | | |
| (1) Supervising Counselor | \$2,370,738 | 45.25 | \$52,392 | \$2,370,738 | \$0 |
| (2) CPC | \$15,400,841 | 452.54 | \$34,032 | \$15,400,841 | \$0 |
| 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 | | | | | |
| (a) Supervising Counselor | \$2,322,013 | 44.32 | \$52,392 | \$2,322,013 | \$0 |
| (b) CPC | \$15,082,982 | 443.20 | \$34,032 | \$15,082,982 | \$0 |
| (c) Administrative and Clinical Support (see page after next) | | | | | |

Attachment A

CORE STAFFING ESTIMATE – FY 2025-26

| A. PERSONAL SERVICES | Enacted Budget | Budgeted Positions | Salary | Cost | Difference |
|--|----------------------|--------------------|----------|----------------------|------------|
| 1. DIRECT SERVICES | | | | | |
| 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 | \$127,971 | 4.00 | \$31,993 | \$127,971 | \$0 |
| (9) Placement Continuation: (a) Supervising Counselor | \$2,096 | 0.04 | \$52,392 | \$2,096 | \$0 |
| (b) CPC (Supplement at 1:45 Consumers) | \$13,272 | 0.39 | \$34,032 | \$13,272 | \$0 |
| f. Special Incident Reporting (SIR) | | | | | |
| (1) Supervising Counselor | \$608,795 | 11.62 | \$52,392 | \$608,795 | \$0 |
| (2) QA/CPC | \$3,953,157 | 116.16 | \$34,032 | \$3,953,157 | \$0 |
| (3) Nurse | \$2,931,762 | 58.08 | \$50,478 | \$2,931,762 | \$0 |
| 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 | \$532,596,970 | 14,147.12 | | \$532,596,970 | \$0 |

| A. PERSONAL SERVICES | Enacted Budget | Budgeted Positions | Salary | Cost | Difference |
|---|----------------|--------------------|----------|--------------|------------|
| 2. ADMINISTRATION | | | | | |
| a. Executive Staff | | | | | |
| (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. Fiscal | | | | | |
| (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) | \$6,320,893 | 158.47 | \$39,887 | \$6,320,893 | \$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 | \$1,809,401 | 56.72 | \$31,901 | \$1,809,401 | \$0 |
| (6) Account Clerk (Enh. FFP, Phase II) | \$669,615 | 21.00 | \$31,886 | \$669,615 | \$0 |
| (7) Account Clerk | \$18,983,538 | 595.13 | \$31,898 | \$18,983,538 | \$0 |
| c. Information Systems and Human Resources | | | | | |
| (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 |

Attachment A
CORE STAFFING ESTIMATE – FY 2025-26

| | Enacted Budget | Positions | Budgeted Salary | Cost | Difference |
|--|-----------------------|------------------|--------------------|-----------------------|------------|
| A. PERSONAL SERVICES | | | | | |
| 2. ADMINISTRATION | | | | | |
| d. Clerical Support | | | | | |
| (1) Office Supervisor | \$669,801 | 21.00 | \$31,895 | \$669,801 | \$0 |
| (2) PBX/Mail/File Clerk | \$2,009,581 | 63.00 | \$31,898 | \$2,009,581 | \$0 |
| (3) Executive Secretary | \$1,674,651 | 52.50 | \$31,898 | \$1,674,651 | \$0 |
| (4) MD/Psychologist Secretary II | \$718,279 | 22.52 | \$31,895 | \$718,279 | \$0 |
| (5) MD/Psychologist Secretary I | \$11,390,176 | 357.08 | \$31,898 | \$11,390,176 | \$0 |
| (6) Secretary II | \$6,827,475 | 214.06 | \$31,895 | \$6,827,475 | \$0 |
| (7) Secretary I | \$63,096,335 | 1,977.68 | \$31,904 | \$63,096,335 | \$0 |
| (8) Secretary I (DC Case Management-Capitol People First) | \$212,349 | 6.62 | \$32,077 | \$212,349 | \$0 |
| e. SUBTOTAL ADMINISTRATION | \$128,623,491 | 3,822.00 | | \$128,623,491 | \$0 |
| 3. TOTAL POSITIONS AND SALARIES (Item A.1.i. + Item A.2.e.) | \$661,220,000 | 17,969.00 | | \$661,220,000 | \$0 |
| a. CPCs | \$290,927,000 | | | \$290,927,000 | \$0 |
| b. All Other Staff | \$370,293,000 | | | \$370,293,000 | \$0 |
| 4. Fringe Benefits | | | | | |
| a. CPCs 23.7% | \$68,950,000 | | | \$68,950,000 | \$0 |
| b. All Other Staff 23.7% | \$87,758,000 | | | \$87,758,000 | \$0 |
| c. Total Fringe Benefits | \$156,708,000 | | | \$156,708,000 | \$0 |
| 5. Salary Savings | | | | | |
| a. CPCs 1.0% | (\$3,599,000) | | | (\$3,599,000) | \$0 |
| b. All Other Staff 5.5% | (\$25,193,000) | | | (\$25,193,000) | \$0 |
| c. Total Salary Savings | (\$28,792,000) | | | (\$28,792,000) | \$0 |
| 6. Early Start 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.) | \$789,830,000 | 17,969.00 | | \$789,830,000 | \$0 |
| B. OPERATING EXPENSES AND RENT | | | | | |
| 1. Operating Expenses | \$56,079,000 | | | \$56,079,000 | \$0 |
| 2. Rent | \$118,008,000 | | | \$118,008,000 | \$0 |
| 3. Subtotal Operating Expenses and Rent | \$174,087,000 | | | \$174,087,000 | \$0 |
| C. TOTAL CORE STAFFING (Items A.7. + B.3.) | \$963,917,000 | | | \$963,917,000 | \$0 |

Attachment A

CORE STAFFING ESTIMATE – FY 2026-27

| A. PERSONAL SERVICES 1. DIRECT SERVICES | Enacted Budget | Positions | Budgeted Salary | Cost | Difference |
|---|-------------------|-----------|--------------------|---------------|--------------|
| | | | | | |
| a. Clinical | | | | | |
| (1) Intake and Assessment | | | | | |
| (a) Physician | \$18,870,462 | 254.46 | \$79,271 | \$20,171,299 | \$1,300,837 |
| (b) Psychologist | \$19,879,079 | 508.92 | \$41,754 | \$21,249,446 | \$1,370,367 |
| (c) Nurse | \$8,848,557 | 254.46 | \$37,171 | \$9,458,533 | \$609,976 |
| (d) Nutritionist | \$7,590,462 | 254.46 | \$31,886 | \$8,113,712 | \$523,250 |
| (2) Clinical Support Teams | | | | | |
| (a) Physician/Psychiatrist | \$10,583,910 | 122.00 | \$92,034 | \$11,228,148 | \$644,238 |
| (b) Consulting Pharmacist | \$6,951,750 | 122.00 | \$60,450 | \$7,374,900 | \$423,150 |
| (c) Behavioral Psychologist | \$6,321,780 | 122.00 | \$54,972 | \$6,706,584 | \$384,804 |
| (d) Nurse | \$5,804,970 | 122.00 | \$50,478 | \$6,158,316 | \$353,346 |
| (3) SB 1038 Health Reviews | | | | | |
| (a) Physician | \$4,144,291 | 47.53 | \$92,034 | \$4,374,376 | \$230,085 |
| (b) Nurse | \$10,606,942 | 221.79 | \$50,478 | \$11,195,516 | \$588,574 |
| b. Intake / Case Management | | | | | |
| (1) Supervising Counselor (Intake) (1:10 Intake Workers in Item (2) below) | \$8,869,995 | 250.13 | \$38,036 | \$9,513,945 | \$643,950 |
| (2) Intake Worker | \$74,495,740 | 2,501.29 | \$31,945 | \$79,903,709 | \$5,407,969 |
| (3) Supervising Counselor (Case Management) (1:10 CPCs in Items (6), (7) and (8) below) | \$39,132,109 | 797.18 | \$52,392 | \$41,765,855 | \$2,633,746 |
| (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) | \$133,365,282 | 4,332.50 | \$34,032 | \$147,443,640 | \$14,078,358 |
| (7) CPC (Waiver, Early Start only), 1:62 Consumers | \$119,176,661 | 3,590.90 | \$34,032 | \$122,205,509 | \$3,028,848 |
| (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) | \$79,636 | 1.52 | \$52,392 | \$79,636 | \$0 |
| (10) CPC, DSS Incidental Medical Care Regs | \$573,034 | 15.15 | \$37,824 | \$573,034 | \$0 |
| c. Quality Assurance / Quarterly Monitoring | | | | | |
| (1) Supervising Counselor | \$2,370,738 | 46.00 | \$52,392 | \$2,410,032 | \$39,294 |
| (2) CPC | \$15,400,841 | 460.04 | \$34,032 | \$15,656,081 | \$255,240 |
| 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 | | | | | |
| (a) Supervising Counselor | \$2,322,013 | 44.70 | \$52,392 | \$2,341,922 | \$19,909 |
| (b) CPC | \$15,082,982 | 446.97 | \$34,032 | \$15,211,283 | \$128,301 |
| (c) Administrative and Clinical Support (see page after next) | | | | | |

Attachment A

CORE STAFFING ESTIMATE – FY 2026-27

| A. PERSONAL SERVICES | Governor's Budget | Positions | Budgeted | Cost | Difference |
|--|----------------------|------------------|----------|----------------------|---------------------|
| | | | Salary | | |
| 1. DIRECT SERVICES | | | | | |
| 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 | \$127,971 | 4.00 | \$31,993 | \$127,971 | \$0 |
| (9) Placement Continuation: (a) Supervising Counselor | \$2,096 | 0.04 | \$52,392 | \$2,096 | \$0 |
| (b) CPC (Supplement at 1:45 Consumers) | \$13,272 | 0.39 | \$34,032 | \$13,272 | \$0 |
| f. Special Incident Reporting (SIR) | | | | | |
| (1) Supervising Counselor | \$608,795 | 12.27 | \$52,392 | \$642,850 | \$34,055 |
| (2) QA/CPC | \$3,953,157 | 122.72 | \$34,032 | \$4,176,407 | \$223,250 |
| (3) Nurses | \$2,931,762 | 61.36 | \$50,478 | \$3,097,330 | \$165,568 |
| 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 | \$532,596,970 | 15,033.39 | | \$565,684,085 | \$33,087,115 |

| | | | | | |
|---|--------------|--------|----------|--------------|-------------|
| A. PERSONAL SERVICES | | | | | |
| 2. ADMINISTRATION | | | | | |
| a. Executive Staff | | | | | |
| (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. Fiscal | | | | | |
| (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) | \$6,320,893 | 163.37 | \$39,887 | \$6,516,339 | \$195,446 |
| (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 | \$1,809,401 | 56.72 | \$31,901 | \$1,809,401 | \$0 |
| (6) Account Clerk (Enh. FFP, Phase II) | \$669,615 | 21.00 | \$31,886 | \$669,615 | \$0 |
| (7) Account Clerk | \$18,983,538 | 636.15 | \$31,898 | \$20,292,000 | \$1,308,462 |
| c. Information Systems and Human Resources | | | | | |
| (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 |

Attachment A

CORE STAFFING ESTIMATE – FY 2026-27

| | Governor's Budget | Budgeted Positions | Budgeted Salary | Cost | Difference |
|--|----------------------|-----------------------|-----------------------|------------------------|----------------------|
| A. PERSONAL SERVICES | | | | | |
| 2. ADMINISTRATION | | | | | |
| d. Clerical Support | | | | | |
| (1) Office Supervisor | \$669,801 | 21.00 | \$31,895 | \$669,801 | \$0 |
| (2) PBX/Mail/File Clerk | \$2,009,581 | 63.00 | \$31,898 | \$2,009,581 | \$0 |
| (3) Executive Secretary | \$1,674,651 | 52.50 | \$31,898 | \$1,674,651 | \$0 |
| (4) MD/Psychologist Secretary II | \$718,279 | 23.77 | \$31,895 | \$758,148 | \$39,869 |
| (5) MD/Psychologist Secretary I | \$11,390,176 | 381.69 | \$31,898 | \$12,175,189 | \$785,013 |
| (6) Secretary II | \$6,827,475 | 219.94 | \$31,895 | \$7,015,018 | \$187,543 |
| (7) Secretary I | \$63,096,335 | 2,107.04 | \$31,904 | \$67,223,465 | \$4,127,130 |
| (8) Secretary I (DC Case Management-Capitol People First) | \$212,349 | 6.62 | \$32,077 | \$212,349 | \$0 |
| e. SUBTOTAL ADMINISTRATION | \$128,623,491 | 4,029.02 | | \$135,266,954 | \$6,643,463 |
| 3. TOTAL POSITIONS AND SALARIES (Item A.1.i. + Item A.2.e.) | \$661,220,000 | 19,062.00 | | \$700,951,000 | \$39,731,000 |
| a. CPCs | \$290,927,000 | | | \$308,641,000 | \$17,714,000 |
| b. All Other Staff | \$370,293,000 | | | \$392,310,000 | \$22,017,000 |
| 4. Fringe Benefits | | | | | |
| a. CPCs | 23.7% | | \$68,950,000 | \$73,148,000 | \$4,198,000 |
| b. All Other Staff | 23.7% | | \$87,758,000 | \$92,977,000 | \$5,219,000 |
| c. Total Fringe Benefits | | | \$156,708,000 | \$166,125,000 | \$9,417,000 |
| 5. Salary Savings | | | | | |
| a. CPCs | 1.0% | | (\$3,599,000) | (\$3,818,000) | (\$219,000) |
| b. All Other Staff | 5.5% | | (\$25,193,000) | (\$26,691,000) | (\$1,498,000) |
| c. Total Salary Savings | | | (\$28,792,000) | (\$30,509,000) | (\$1,717,000) |
| 6. Early Start 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.) | \$789,830,000 | 19,062.00 | | \$837,261,000 | \$47,431,000 |
| B. OPERATING EXPENSES AND RENT | | | | | |
| 1. Operating Expenses | \$56,079,000 | | | \$59,594,000 | \$3,515,000 |
| 2. Rent | \$118,008,000 | | | \$131,995,000 | \$13,987,000 |
| 3. Subtotal Operating Expenses and Rent | \$174,087,000 | | | \$191,589,000 | \$17,502,000 |
| C. TOTAL CORE STAFFING (Items A.7. + B.3.) | \$963,917,000 | | | \$1,028,850,000 | \$64,933,000 |

Attachment B

CORE STAFFING FORMULAS

| CORE STAFFING CLASSIFICATION | POSITIONS | STAFFING FORMULA |
|--|--------------|---|
| A. PERSONAL SERVICES | | |
| 1. DIRECT SERVICES | | |
| a. Clinical | | |
| (1) Intake and Assessment | | |
| (a) Physician | 1.0 Position | :2,000 total consumers |
| (b) Psychologist | 1.0 Position | :1,000 total consumers |
| (c) Nurse | 1.0 Position | :2,000 total consumers |
| (d) Nutritionist | 1.0 Position | :2,000 total consumers |
| (2) Clinical Support Teams | 1.0 Position | :1,700 consumers in community care facilities (CCF) and supported living and those with severe behavior and/or medical problems |
| (a) Physician/Psychiatrist | 1.0 Position | :1,700 " " |
| (b) Consulting Pharmacist | 1.0 Position | :1,700 " " |
| (c) Behavioral Psychologist | 1.0 Position | :1,700 " " |
| (d) Nurse | 1.0 Position | :1,700 " " |
| (3) SB 1038 Health Reviews | | |
| (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. Intake / Case Management | | |
| (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. (6, 7 and 8) below |
| (4) Supervising Counselor (Capitol People First) | 1.0 Position | :10 CPCs in Items b. (5) 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 ARM | 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 Regs | 1.0 Position | :2.5 hrs x 8 visits per year to CCF consumers who rely on others to perform activities of daily living |
| 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 |

Attachment B

CORE STAFFING FORMULAS

| CORE STAFFING CLASSIFICATION | POSITIONS | STAFFING FORMULA |
|---|---|--|
| A. PERSONAL SERVICES (continued) | | |
| 1. DIRECT SERVICES (continued) | | |
| d. Early Intervention | | |
| (1) General | | |
| (a) Prevention Coordinator | 1.0 Position :RC | |
| (b) High-Risk Infant Case Manager | 1.0 Position :RC | |
| (c) Genetics Associate | 1.0 Position :RC | |
| (2) Early Start | | |
| (a) Supervising Counselor | 1.0 Position :10 CPCs in Item d.(2)(b) below | |
| (b) CPC (Supplement at 1:45 Consumers) | | |
| | Marginal positions from: | 1.0 Position :62 children < age 3 yrs |
| | to: | 1.0 Position :45 children < age 3 yrs ¹ |
| 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 (Supplement at 1:45 Consumers) | | |
| | Marginal positions from: | 1.0 Position :62 CPP Placements |
| | to: | 1.0 Position :45 CPP Placements |
| 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 | 1.0 Position :RC | |
| (2) ASD Program Coordinator | 1.0 Position :RC | |

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

Attachment B

CORE STAFFING FORMULAS

| CORE STAFFING CLASSIFICATION | POSITIONS | STAFFING FORMULA |
|--|--|------------------|
| A. PERSONAL SERVICES (continued) | | |
| 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 | |
| (5) Revenue Clerk | 1.0 Position :1,778 hours of FCPP determinations | |
| | 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 | |

Attachment B

CORE STAFFING FORMULAS

| CORE STAFFING CLASSIFICATION | POSITIONS | 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), the Department's Incidental Medical Care Regulations 1.c., Quality Assurance/Quarterly Monitoring 1.e.(1), (2) and (9)(a) and (b) Community Services 1.e.(9) b 2., Community Services (see Secretary I, line 1.e.(9) b 2.) 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 (3) and (6) to (8), Intake/Case Mgt. 1.b.(5) and (6) Capitol People First 1.d., Early Intervention 1.e.(3), (4), (6) to (8), Community Services 1.e.(9) b 1., Community Services (see Secretary II, line 1.e.(9) b 1.) | |
| (8) Secretary I (DC Case Management-Capitol People First) | 1.0 Position :6 CPCs and Supervisors | |

Federal Compliance

BACKGROUND:

There are both fiscal and program requirements placed on the regional centers that enable the State to receive federal funding. This includes ongoing tasks such as reviewing choice statements, handling complex notice of action issues related to the Home and Community-Based Services (HCBS) Waiver, completing annual HCBS Waiver certification/recertification forms, preparing for program audits, determining billable services, reconciling data, maintaining records 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, regional centers are required to complete ongoing tasks related to the Targeted Case Management (TCM) and Nursing Home Reform (NHR) programs such as complying with Medicaid State Plan requirements for case management activities and completing appropriate screenings for those admitted to the nursing facilities.

METHODOLOGY:

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|-------------------|-------------------|
| • HCBS Waiver: Operations costs for HCBS Waiver activities are based upon 6.5 percent of FY 1995-96 HCBS Waiver reimbursements of \$325,148,000. This amount is fixed and is not adjusted for growth. | \$21,135 | \$21,135 |
| • Compliance with HCBS Waiver Requirements: Provides funding for regional center 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; providing clinical consultations, monitoring and reviewing consumers' health status; and developing and annually reviewing Waiver consumers' individual program plans and Client Developmental Evaluation Reports. | \$8,700 | \$8,700 |
| • Case Managers to Meet HCBS Waiver Requirements: In a letter dated April 21, 2006, the Centers for Medicare & Medicaid Services (CMS) indicated that the State must "review and revise, as needed, its policies to assure that the case manager to waiver participant ratio of 1:62 is consistently met." This augmentation by the California Legislature is intended to assist in this requirement. | \$14,131 | \$14,131 |

Federal Compliance

| METHODOLOGY (CONTINUED): | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|--------------------------|--------------------------|
| • TCM: Operations costs for TCM activities are based upon 5.8 percent of FY 1995-96 TCM reimbursements of \$71,181,000. This amount is fixed and is not adjusted for growth. | \$4,129 | \$4,129 |
| • NHR/Pre-Admission Screening and Resident Review (PASRR): Operations costs for regional centers 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 regional center case management and other specialized services. Regional centers, through clinical assessments, will identify individuals who meet the expanded federal definition of developmental disability. | \$473 | \$473 |
| • Federal Medicaid Requirement for Regional Center HCBS: Pursuant to federal law and mandated by CMS, regional centers are required to gather and review business ownership, control, and relationship information from current and prospective vendors. Additionally, regional centers are required to determine that all vendors are eligible to participate as Medicaid service providers. Furthermore, on a periodic basis, regional centers 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 HCBS Waiver assurance that only qualified providers deliver Medicaid funded services. | \$984 | \$984 |
| TOTAL EXPENDITURES: | \$49,552 | \$49,552 |

Federal Compliance

REASON FOR CHANGE:

There is no change in both years from the Enacted Budget.

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$49,552 | \$49,552 | \$0 |
| GF | \$40,045 | \$40,045 | \$0 |
| Reimbursements | \$9,507 | \$9,507 | \$0 |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$49,552 | \$49,552 | \$0 |
| GF | \$40,045 | \$40,045 | \$0 |
| Reimbursements | \$9,507 | \$9,507 | \$0 |

Projects

BACKGROUND:

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

METHODOLOGY:

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|-------------------|-------------------|
| • Information Technology Costs: | \$4,712 | \$4,989 |
| • <i>Regional Center Application Support</i> <i>Includes \$550,000 to support SANDIS case management system.</i> | \$3,462 | \$3,739 |
| • <i>Data Processing</i> | \$1,250 | \$1,250 |
| • Clients' Rights Advocacy: Pursuant to Welfare and Institutions (W&I) Code section 4433, the Department contracts for clients' rights advocacy services for regional center consumers. | \$11,427 | \$12,212 |
| • Quality Assessment: The Quality Assessment Project, as required by the Welfare and Institutions Code §4571, implements the National Core Indicators (NCI) Survey of individuals, families, and guardians to assess performance in services and supports provided to people with intellectual/ developmental disabilities. The project also implements surveys of provider agencies to collect data on the direct support professional workforce. The Quality Assessment Project data is used to monitor and improve services and supports provided, and to identify and remediate gaps in the community services system. | \$5,564 | \$5,894 |
| • Direct Support Professional Training: Welfare and Institutions Code §4695.2 mandates all direct support professionals working in licensed community care facilities complete two 35-hour competency-based training courses or pass challenge tests within the first two years of employment. The Department contracts with the Department of Education, which in turn administers the training through the Regional Occupational Centers and Programs. | \$5,200 | \$5,200 |

Projects

| METHODOLOGY (CONTINUED): | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------------|--------------------------|
| • Office of Administrative Hearings: Federal law requires the Department to have an adjudication process for disputes involving Medicaid beneficiaries. The appeal process satisfies this requirement. The Department contracts with the Office of Administrative Hearings to: (1) conduct hearings to resolve disagreements between regional centers and consumers, and (2) provide mediation services. | \$5,828 | \$5,828 |
| • Wellness Projects: Projects may include those that focus on health professional training programs, developmental, health, and trauma assessments, resource development for persons with a dual diagnosis, and training programs for parents and consumers. | \$100 | \$100 |
| • Foster Grandparent/Senior Companion (FG/SC): Through FG/SC programs, men and women, ages 55 years and older, volunteer up to 40 hours a week to serve as role models and mentors to children with developmental disabilities and exceptional needs, and provide companionship and assistance with daily tasks to help older adults with developmental and intellectual disabilities live fuller and more independent lives. The Department operates the FG/SC in 21 counties throughout California. | \$4,728 | \$4,728 |
| • Special Incident Reporting/Risk Assessment: The risk management contractor is responsible for providing training and technical support to the Department, regional centers, and vendors; analysis and reporting of mortality and other special incident reports; development of risk mitigation outreach and education for regional center providers and self-advocates; and facilitation of risk management committees. These activities lead to system improvements to mitigate risks. | \$1,286 | \$1,352 |

Projects

| | | |
|---|-------|-------|
| • Increased Access to Mental/Behavioral Health Services: | \$740 | \$740 |
|---|-------|-------|

The Department oversees funding for regional centers and their partners to support people with intellectual and developmental disabilities with mental/behavioral health and/or substance use disorders. Three-year projects focus on prevention, early intervention, and treatment for individuals of all ages served by regional centers and provide support for families. Three Cycle VI (FY 2023-24 through FY 2025-26) projects commenced in July of 2023, and will close in June of 2026. Regional centers work in partnership with local systems of care such as county mental health and private mental health agencies, alcohol/other drug services, and educational entities.

METHODOLOGY (CONTINUED):

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|-------------------|-------------------|
|--|-------------------|-------------------|

| | | |
|--------------------------------|-----|-----|
| • Sherry S. Court Case: | \$4 | \$4 |
|--------------------------------|-----|-----|

In 1981, the Supreme Court ruled in the *In re Hop* legal case 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. Amounts included reflect the regional centers' costs of processing Hop actions.

| | | |
|--|-------|-------|
| • FY 2003-04 FFP Enhancement, Phase II: | \$500 | \$500 |
|--|-------|-------|

These costs are associated with legal support for federal program activities.

| | | |
|---------------------------------------|-------|-------|
| • Housing Development Systems: | \$244 | \$244 |
|---------------------------------------|-------|-------|

The Department of Developmental Services (DDS) contracts with ProLink Solutions Inc., a database software to manage and access residential properties, community resource developments, and affordable housing projects. The Department also contracts with ServiceLink to receive Condition of Title Guarantee reports to perform compliance reviews on the residential properties under the housing portfolio.

Projects

- Review of Senate Bill (SB) 1175 Housing Proposals:** \$150 \$150
Pursuant to Chapter 617, Statutes of 2008 (SB 1175), the Developmental Disabilities Account is used as a depository for application fees collected by the Department for reimbursing the Departments' costs associated with conducting the review and approval of housing proposals.

TOTAL EXPENDITURES: \$40,483 \$41,941

REASON FOR CHANGE:

There is no change in FY 2025-26 from the Enacted Budget.

The change from FY 2025-26 to FY 2026-27 is due to anticipated contract costs.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|---|-----------------------|-------------------|-------------------|
| TOTAL | \$40,483 | \$40,483 | \$0 |
| GF | \$31,865 | \$31,865 | \$0 |
| Reimbursement | \$6,583 | \$6,583 | \$0 |
| Developmental Disabilities Services Account | \$150 | \$150 | \$0 |
| Behavioral Health Services Fund | \$740 | \$740 | \$0 |
| Federal Funds | \$1,145 | \$1,145 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|---|-------------------|-------------------|-------------------|
| TOTAL | \$40,483 | \$41,941 | \$1,458 |
| GF | \$31,865 | \$33,092 | \$1,227 |
| Reimbursement | \$6,583 | \$6,809 | \$226 |
| Developmental Disabilities Services Account | \$150 | \$150 | \$0 |
| Behavioral Health Services Fund | \$740 | \$740 | \$0 |
| Federal Funds | \$1,145 | \$1,150 | \$5 |

Intermediate Care Facility – Developmentally Disabled Quality Assurance Fees Operations

BACKGROUND:

To obtain federal financial participation (FFP) associated with the Intermediate Care Facilities-Developmentally Disabled (ICF-DD), regional centers incur administrative costs for billing on behalf of the ICF-DD.

METHODOLOGY:

Billing costs are 1.5 percent of the purchase of services costs for Day Programs and Transportation. The Department estimates the total purchase of services costs to be \$135.8 million for Day Programs and Transportation in fiscal year (FY) 2025-26 and \$154.8 million in FY 2026-27, of which 1.5 percent equals \$2.0 million for regional center administration in FY 2025-26 and \$2.3 million FY 2026-27.

REASON FOR CHANGE:

There is no change in FY 2025-26 from the Enacted Budget. The change from FY 2025-26 to FY 2026-27 is due to updated actuals.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$2,037 | \$2,037 | \$0 |
| GF | \$1,018 | \$1,018 | \$0 |
| Reimbursement | \$1,019 | \$1,019 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$2,037 | \$2,322 | \$285 |
| GF | \$1,018 | \$1,161 | \$143 |
| Reimbursement | \$1,019 | \$1,161 | \$142 |

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Budget Category Alignment

The 2026–27 Governor's Budget reexamines the Department's Purchase of Services (POS) Budget Categories and how service codes are organized. Historically, there were different categorization methods, resulting in inconsistent logic and widespread cross-listing where the same service code appeared in multiple budget categories.

The Department undertook a structured effort to create a unified, comprehensive categorization system. The Department reviewed existing methodologies, identified conflicts and inconsistencies, and has implemented a new framework that organizes service codes in a clear, mutually exclusive manner. The structure eliminates nearly all cross-listings so each service code aligns with a single primary category, with only a few legacy exceptions.

The result is a coherent, organization-wide categorization that strengthens communication, budget reporting, and consistency. These changes result in a net-zero fiscal impact across the POS Budget Categories. Adjustments may occur in future budget cycles as the Department continues to review and refine budget categories and service code alignments to reflect community engagement.

Comparison of Enacted Budget to Governor's Budget
FY 2025-26
PURCHASE OF SERVICES

I. BUDGET ITEMS:**A. Caseload Growth/Utilization**

| | Enacted Budget | FY 2025-26 | Difference |
|--|--------------------|--------------------|------------|
| 1. Behavioral Services | \$151,530 | \$151,530 | \$0 |
| 2. Day Services | \$2,468,362 | \$2,468,362 | \$0 |
| 3. Early Intervention Services | \$1,334,405 | \$1,334,405 | \$0 |
| 4. Employment | \$153,392 | \$153,392 | \$0 |
| 5. Medical Services | \$316,932 | \$316,932 | \$0 |
| 6. Other Services | \$221,859 | \$221,859 | \$0 |
| 7. Residential Services | \$6,537,876 | \$6,537,876 | \$0 |
| 8. Respite | \$2,008,311 | \$2,008,311 | \$0 |
| 9. Social Recreation | \$379,319 | \$379,319 | \$0 |
| 10. Support and Training Services | \$2,355,318 | \$2,355,318 | \$0 |
| 11. Transportation | \$690,073 | \$690,073 | \$0 |
| 12. Total POS Caseload Growth (Item 1 thru 11) | <hr/> \$16,617,377 | <hr/> \$16,617,377 | <hr/> \$0 |

B. Policy

| | | | |
|--|--------------------------|--------------------------|-----------------|
| 13. Ongoing Purchase of Service Items | \$42,050 | \$42,050 | \$0 |
| 14. Budget Solutions | <hr/> (\$135,452) | <hr/> (\$135,452) | <hr/> \$0 |
| 15. Total Policy (Item 13 and 14) | <hr/> (\$93,402) | <hr/> (\$93,402) | <hr/> \$0 |
| 16. Total Purchase of Services (Item 12 and 15) | <hr/>\$16,523,975 | <hr/>\$16,523,975 | <hr/>\$0 |

Comparison of Enacted Budget to Governor's Budget
FY 2025-26
PURCHASE OF SERVICES

II. FUND SOURCE:**A. General Fund**

| | Enacted Budget | FY 2025-26 | Difference |
|--------------------------------------|---------------------|---------------------|-------------|
| 1. General Fund Match | \$5,649,159 | \$5,469,855 | (\$179,304) |
| 2. General Fund Other | \$4,959,846 | \$4,937,309 | (\$22,537) |
| 3. General Fund Total (Item 1 and 2) | <u>\$10,609,005</u> | <u>\$10,407,164</u> | (\$201,841) |

B. Reimbursements

| | | | |
|---|--------------------|--------------------|-----------|
| 1. Home and Community-Based Services Waiver | \$4,272,225 | \$4,420,602 | \$148,377 |
| 2. Title XX Block Grant | \$213,421 | \$213,421 | \$0 |
| a. <i>Social Services</i> | \$136,264 | \$136,264 | \$0 |
| b. <i>Temporary Assistance for Needy Families</i> | \$77,157 | \$77,157 | \$0 |
| 3. Intermediate Care Facility-Developmentally Disabled State Plan Amendment | \$67,917 | \$77,406 | \$9,489 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$11,000 | \$11,000 | \$0 |
| 5. 1915(i) State Plan Amendment | \$960,378 | \$994,107 | \$33,729 |
| 6. Early Periodic Screening Diagnosis and Treatment | \$19,798 | \$21,640 | \$1,842 |
| 7. Behavioral Health Treatment Fee-for-Service | \$6,040 | \$5,915 | (\$125) |
| 8. Self-Determination Program Waiver | \$328,844 | \$337,373 | \$8,529 |
| 9. Reimbursements Total (Item 1 thru 8) | <u>\$5,879,623</u> | <u>\$6,081,464</u> | \$201,841 |

C. Program Development Fund/Parental Fees

| | | | |
|---|-------|-------|-----|
| D. Federal Fund: Early Start Part C/Other Agency Costs | \$434 | \$434 | \$0 |
|---|-------|-------|-----|

E. GRAND TOTAL

Comparison of Enacted Budget to Governor's Budget
FY 2026-27
PURCHASE OF SERVICES

I. BUDGET ITEMS:**A. Caseload Growth/Utilization**

| | Enacted Budget | FY 2026-27 | Difference |
|--|----------------|--------------|-------------|
| 1. Behavioral Services | \$151,530 | \$200,000 | \$48,470 |
| 2. Day Services | \$2,468,362 | \$2,859,631 | \$391,269 |
| 3. Early Intervention Services | \$1,334,405 | \$1,427,184 | \$92,779 |
| 4. Employment | \$153,392 | \$153,647 | \$255 |
| 5. Medical Services | \$316,932 | \$366,601 | \$49,669 |
| 6. Other Services | \$221,859 | \$254,817 | \$32,958 |
| 7. Residential Services | \$6,537,876 | \$7,255,497 | \$717,621 |
| 8. Respite | \$2,008,311 | \$2,388,155 | \$379,844 |
| 9. Social Recreation | \$379,319 | \$538,419 | \$159,100 |
| 10. Support and Training Services | \$2,355,318 | \$2,945,635 | \$590,317 |
| 11. Transportation | \$690,073 | \$775,725 | \$85,652 |
| 12. Total POS Caseload Growth (Item 1 thru 11) | <hr/> | <hr/> | <hr/> |
| | \$16,617,377 | \$19,165,311 | \$2,547,934 |

B. Policy

| | | | |
|---------------------------------------|-------------|-------------|-------------|
| 13. Ongoing Purchase of Service Items | \$42,050 | \$42,050 | \$0 |
| 14. Budget Solutions | (\$135,452) | (\$379,386) | (\$243,934) |
| 15. Total Policy (Item 13 and 14) | <hr/> | <hr/> | <hr/> |

16. Total Purchase of Services (Item 12 and 15)**---

\$16,523,975 \$18,827,975 \$2,304,000**

Comparison of Enacted Budget to Governor's Budget FY 2026-27 PURCHASE OF SERVICES

II. FUND SOURCE:

| | Enacted Budget | FY 2026-27 | Difference |
|---|---------------------|---------------------|--------------------|
| A. General Fund | | | |
| 1. General Fund Match | \$5,649,159 | \$6,256,062 | \$606,903 |
| 2. General Fund Other | \$4,959,846 | \$5,658,218 | \$698,372 |
| 3. General Fund Total (Item 1 and 2) | \$10,609,005 | \$11,914,280 | \$1,305,275 |
| B. Reimbursements | | | |
| 1. Home and Community-Based Services Waiver | \$4,272,225 | \$5,032,564 | \$760,339 |
| 2. Title XX Block Grant | \$213,421 | \$213,421 | \$0 |
| a. Social Services | \$136,264 | \$136,264 | \$0 |
| b. Temporary Assistance for Needy Families | \$77,157 | \$77,157 | \$0 |
| 3. Intermediate Care Facility-Developmentally Disabled State Plan Amendment | \$67,917 | \$77,406 | \$9,489 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$11,000 | \$12,537 | \$1,537 |
| 5. 1915(i) State Plan Amendment | \$960,378 | \$1,131,834 | \$171,456 |
| 6. Early Periodic Screening Diagnosis and Treatment | \$19,798 | \$21,869 | \$2,071 |
| 7. Behavioral Health Treatment Fee-for-Service | \$6,040 | \$5,915 | (\$125) |
| 8. Self-Determination Program Waiver | \$328,844 | \$383,236 | \$54,392 |
| 9. Reimbursements Total (Item 1 thru 8) | \$5,879,623 | \$6,878,782 | \$999,159 |
| C. Program Development Fund/Parental Fees | \$434 | \$0 | (\$434) |
| D. Federal Fund: Early Start Part C/Other Agency Costs | \$34,913 | \$34,913 | \$0 |
| E. GRAND TOTAL | \$16,523,975 | \$18,827,975 | \$2,304,000 |

Comparison of FY 2025-26 to FY 2026-27 PURCHASE OF SERVICES

I. BUDGET ITEMS:

| | FY 2025-26 | FY 2026-27 | Difference |
|--|--------------|--------------|-------------|
| A. Caseload Growth/Utilization | | | |
| 1. Behavioral Services | \$151,530 | \$200,000 | \$48,470 |
| 2. Day Services | \$2,468,362 | \$2,859,631 | \$391,269 |
| 3. Early Intervention Services | \$1,334,405 | \$1,427,184 | \$92,779 |
| 4. Employment | \$153,392 | \$153,647 | \$255 |
| 5. Medical Services | \$316,932 | \$366,601 | \$49,669 |
| 6. Other Services | \$221,859 | \$254,817 | \$32,958 |
| 7. Residential Services | \$6,537,876 | \$7,255,497 | \$717,621 |
| 8. Respite | \$2,008,311 | \$2,388,155 | \$379,844 |
| 9. Social Recreation | \$379,319 | \$538,419 | \$159,100 |
| 10. Support and Training Services | \$2,355,318 | \$2,945,635 | \$590,317 |
| 11. Transportation | \$690,073 | \$775,725 | \$85,652 |
| 12. Total POS Caseload Growth (Item 1 thru 11) | <hr/> | <hr/> | <hr/> |
| | \$16,617,377 | \$19,165,311 | \$2,547,934 |
| B. Policy | | | |
| 13. Ongoing Purchase of Services Items | \$42,050 | \$42,050 | \$0 |
| 14. Budget Solutions | (\$135,452) | (\$379,386) | (\$243,934) |
| 15. Total Policy (Item 13 and 14) | <hr/> | <hr/> | <hr/> |
| 16. Total Purchase of Services (Item 12 and 15) | <hr/> | <hr/> | <hr/> |
| | \$16,523,975 | \$18,827,975 | \$2,304,000 |

Comparison of FY 2025-26 to FY 2026-27 PURCHASE OF SERVICES

II. FUND SOURCE:

| | FY 2025-26 | FY 2026-27 | Difference |
|---|----------------------------|----------------------------|---------------------------|
| A. General Fund | | | |
| 1. General Fund Match | \$5,469,855 | \$6,256,062 | \$786,207 |
| 2. General Fund Other | \$4,937,309 | \$5,658,218 | \$720,909 |
| 3. General Fund Total (Item 1 and 2) | <u>\$10,407,164</u> | <u>\$11,914,280</u> | <u>\$1,507,116</u> |
| B. Reimbursements | | | |
| 1. Home and Community-Based Services Waiver | \$4,420,602 | \$5,032,564 | \$611,962 |
| 2. Title XX Block Grant | \$213,421 | \$213,421 | \$0 |
| a. Social Services | \$136,264 | \$136,264 | \$0 |
| b. Temporary Assistance for Needy Families | \$77,157 | \$77,157 | \$0 |
| 3. Intermediate Care Facility-Developmentally Disabled State Plan Amendment | \$77,406 | \$77,406 | \$0 |
| 4. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees | \$11,000 | \$12,537 | \$1,537 |
| 5. 1915(i) State Plan Amendment | \$994,107 | \$1,131,834 | \$137,727 |
| 6. Early Periodic Screening Diagnosis and Treatment | \$21,640 | \$21,869 | \$229 |
| 7. Behavioral Health Treatment Fee-for-Service | \$5,915 | \$5,915 | \$0 |
| 8. Self-Determination Program Waiver | \$337,373 | \$383,236 | \$45,863 |
| 9. Reimbursements Total (Item 1 thru 8) | <u>\$6,081,464</u> | <u>\$6,878,782</u> | <u>\$797,318</u> |
| C. Program Development Fund/Parental Fees | \$434 | \$0 | (\$434) |
| D. Federal Fund: Early Start Part C/Other Agency Costs | \$34,913 | \$34,913 | \$0 |
| E. GRAND TOTAL | <u>\$16,523,975</u> | <u>\$18,827,975</u> | <u>\$2,304,000</u> |

Behavioral Services

BACKGROUND:

Regional centers provide a range of behavioral services that include but are not limited to crisis teams for evaluations and behavioral intervention services designed to support and stabilize an individual in their current living arrangement or other appropriate setting. Additional services include behavioral technicians, psychiatrists, and environmental accessibility adaptions to an individual's home consistent with their individual program plan.

METHODOLOGY:

Behavioral Services expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|-------------------|-------------------|
| Base: | \$97,352 | \$151,530 |
| Total Utilization Change/Growth: | \$54,178 | \$48,470 |
| TOTAL EXPENDITURES: | \$151,530 | \$200,000 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$151,530 | \$151,530 | \$0 |
| GF | \$102,444 | \$102,444 | \$0 |
| Reimbursements | \$49,086 | \$49,086 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$151,530 | \$200,000 | \$48,470 |
| GF | \$102,444 | \$134,880 | \$32,436 |
| Reimbursements | \$49,086 | \$65,120 | \$16,034 |

Day Services

BACKGROUND:

Day Services are community-based programs for individuals supported by regional centers. Types of services available through a day service include, but are not limited to, community integration training, day services, behavioral day services, medical day services, and community based day programs.

METHODOLOGY:

Day Services expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------|--------------------|
| Base: | \$1,942,523 | \$2,468,362 |
| Total Utilization Change/Growth: | \$525,839 | \$391,269 |
| TOTAL EXPENDITURES: | \$2,468,362 | \$2,859,631 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|--------------------|-------------------|
| TOTAL | \$2,468,362 | \$2,468,362 | \$0 |
| GF | \$1,417,812 | \$1,410,870 | (\$6,942) |
| Reimbursements | \$1,034,468 | \$1,041,410 | \$6,942 |
| Federal Funds | \$16,082 | \$16,082 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|--------------------|--------------------|-------------------|
| TOTAL | \$2,468,362 | \$2,859,631 | \$391,269 |
| GF | \$1,410,870 | \$1,646,459 | \$235,589 |
| Reimbursements | \$1,041,410 | \$1,197,090 | \$155,680 |
| Federal Funds | \$16,082 | \$16,082 | \$0 |

Early Intervention Services

BACKGROUND:

Early Intervention Services, provided through California's Early Start Program, support developmental needs through a range of family-centered, early developmental interventions. These services include Infant Development Program, Early Start Therapeutic services, and adaptive skills training designed to promote developmental progress and strengthen a family's capacity to support their child.

Note: Prior supplementary budgetary displays depicted Early Start POS expenditures for individuals receiving Early Start services from birth through 35 months. This estimate reflects services not specific to age.

METHODOLOGY:

Early Intervention Services expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------|--------------------|
| Base: | \$1,152,467 | \$1,334,405 |
| Total Utilization Change/Growth: | \$181,938 | \$92,779 |
| TOTAL EXPENDITURES: | \$1,334,405 | \$1,427,184 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|--------------------|-------------------|
| TOTAL | \$1,334,405 | \$1,334,405 | \$0 |
| GF | \$1,210,935 | \$1,210,935 | \$0 |
| Reimbursements | \$123,470 | \$123,470 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|--------------------|--------------------|-------------------|
| TOTAL | \$1,334,405 | \$1,427,184 | \$92,779 |
| GF | \$1,210,935 | \$1,294,437 | \$83,502 |
| Reimbursements | \$123,470 | \$132,747 | \$9,277 |

Employment

BACKGROUND:

The Employment category includes Supported Employment Program - Individual Placement (SEP-I), Supported Employment Program - Group Placement (SEP-G), and remaining Work Activity Programs after the phaseout of subminimum wage services. SEPs provide opportunities for persons with developmental disabilities to work in integrated group or individual settings and engage in paid work with job coaching support. Services in the Employment category also include Job Development and Supported Employment (Participant Directed Services).

METHODOLOGY:

Employment expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|-------------------|-------------------|
| Base: | \$142,289 | \$153,392 |
| Total Utilization Change/Growth: | \$11,103 | \$255 |
| TOTAL EXPENDITURES: | \$153,392 | \$153,647 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$153,392 | \$153,392 | \$0 |
| GF | \$116,318 | \$116,310 | (\$8) |
| Reimbursements | \$37,074 | \$37,082 | \$8 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$153,392 | \$153,647 | \$255 |
| GF | \$116,310 | \$116,367 | \$57 |
| Reimbursements | \$37,082 | \$37,280 | \$198 |

Medical Services

BACKGROUND:

Medical Services include services that address physical health, oral health and well-being and are often provided by or prescribed by a licensed clinician, to ensure appropriate, high-quality care and services to children and adults who are supported by regional centers.

METHODOLOGY:

Expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|-------------------|-------------------|
| Base: | \$243,088 | \$316,932 |
| Total Utilization Change/Growth: | \$73,844 | \$49,669 |
| TOTAL EXPENDITURES: | \$316,932 | \$366,601 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$316,932 | \$316,932 | 0 |
| GF | \$243,469 | \$243,459 | (\$10) |
| Reimbursements | \$72,443 | \$72,453 | \$10 |
| Federal Funds | \$1,020 | \$1,020 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$316,932 | \$366,601 | \$49,669 |
| GF | \$243,459 | \$282,599 | \$39,140 |
| Reimbursements | \$72,453 | \$82,982 | \$10,529 |
| Federal Funds | \$1,020 | \$1,020 | \$0 |

Other Services

BACKGROUND:

The Other Services category includes a wide variety of services that cannot be classified in the specified Purchase of Services budget categories. Services in this category include but are not limited to crisis services provided by START teams, financial management services, vehicle modification and adaptions, interpreters, and technical services.

METHODOLOGY:

Other Services expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|-------------------|-------------------|
| Base: | \$159,118 | \$221,859 |
| Total Utilization Change/Growth: | \$62,741 | \$32,958 |
| TOTAL EXPENDITURES: | \$221,859 | \$254,817 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|--------------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$221,859 | \$221,859 | \$0 |
| GF | \$135,949 | \$129,881 | (\$6,068) |
| Reimbursements | \$67,946 | \$74,014 | \$6,068 |
| Federal Funds | \$17,530 | \$17,530 | \$0 |
| Program Development Fund | \$434 | \$434 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|--------------------------|-------------------|-------------------|-------------------|
| TOTAL | \$221,859 | \$254,817 | \$22,500 |
| GF | \$129,881 | \$157,439 | \$631,315 |
| Reimbursements | \$74,014 | \$79,848 | \$85,144 |
| Federal Funds | \$17,530 | \$17,530 | \$0 |
| Program Development Fund | \$434 | \$0 | \$434 |

Residential Services

BACKGROUND:

Residential Services provide independent and supported living services and contract with facilities licensed by the Community Care Licensing Division of the Department of Social Services (DSS) to provide 24-hour non-medical residential care and supervision to children and adults who are supported by regional centers. Additional residential services are licensed by other licensing entities, such as the Department of Health Care Services and Department of Public Health.

METHODOLOGY:

Residential Services expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------|--------------------|
| Base: | \$5,526,797 | \$6,537,876 |
| Total Utilization Change/Growth: | \$1,011,079 | \$717,621 |
| TOTAL EXPENDITURES: | \$6,537,876 | \$7,255,497 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|--------------------|-------------------|
| TOTAL | \$6,537,876 | \$6,537,876 | \$0 |
| GF | \$4,038,131 | \$4,041,981 | \$3,850 |
| Reimbursements | \$2,499,745 | \$2,495,895 | (\$3,850) |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|--------------------|--------------------|-------------------|
| TOTAL | \$6,537,876 | \$7,255,497 | \$717,621 |
| GF | \$4,041,981 | \$4,471,667 | \$429,686 |
| Reimbursements | \$2,495,895 | \$2,783,830 | \$287,935 |

Respite

BACKGROUND:

Respite includes both Out-of-Home and In-Home Respite services.

Out-of-Home Respite includes supervision services that are provided in licensed residential facilities.

In-Home Respite services are defined as intermittent or regularly scheduled temporary non-medical care and/or supervision provided in the person's home.

METHODOLOGY:

Respite expenditures were developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------------|--------------------------|
| Base: | \$1,487,544 | \$2,008,311 |
| Total Utilization Change/Growth: | \$520,767 | \$379,844 |
| TOTAL EXPENDITURES: | \$2,008,311 | \$2,388,155 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|--------------------------|------------------------------|--------------------------|--------------------------|
| TOTAL | \$2,008,311 | \$2,008,311 | \$0 |
| GF | \$1,244,827 | \$1,242,705 | (\$2,122) |
| Reimbursements | \$763,316 | \$765,438 | \$2,122 |
| Federal Funds | \$168 | \$168 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|--------------------------|--------------------------|--------------------------|--------------------------|
| TOTAL | \$2,008,311 | \$2,388,155 | \$379,844 |
| GF | \$1,242,705 | \$1,487,975 | \$245,270 |
| Reimbursements | \$765,438 | \$900,012 | \$134,574 |
| Federal Funds | \$168 | \$168 | \$0 |

Social Recreation

BACKGROUND:

Pursuant to Welfare and Institutions Code 4688.22, as added by Assembly Bill 121 (Chapter 44, Statutes of 2023), social recreation services, camping services, educational services and non-medical therapies. These services also may be accessed as participant-directed services.

METHODOLOGY:

Social Recreation expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|-------------------|-------------------|
| Base: | \$268,200 | \$379,319 |
| Total Utilization Change/Growth: | \$111,119 | \$159,100 |
| TOTAL EXPENDITURES: | \$379,319 | \$538,419 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$379,319 | \$379,319 | \$0 |
| GF | \$295,012 | \$295,012 | \$0 |
| Reimbursements | \$84,307 | \$84,307 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$379,319 | \$538,419 | \$159,100 |
| GF | \$295,012 | \$418,156 | \$123,144 |
| Reimbursements | \$84,307 | \$120,263 | \$35,956 |

Support and Training Services

BACKGROUND:

Support and Training Services include a broad range of services, including personal assistance services, mobility and socialization training programs, community living supports, community integration supports, and home health agency to assist adults who are supported by regional centers and choose to live in homes they own or lease in the community.

METHODOLOGY:

Support and Training Services expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditures trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------|--------------------|
| Base: | \$1,557,533 | \$2,355,318 |
| Total Utilization Change/Growth: | \$797,785 | \$590,317 |
| TOTAL EXPENDITURES | \$2,355,318 | \$2,945,635 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|--------------------|-------------------|
| TOTAL | \$2,355,318 | \$2,355,318 | \$0 |
| GF | \$1,448,331 | \$1,450,075 | \$1,744 |
| Reimbursements | \$906,874 | \$905,130 | (\$1,744) |
| Federal Funds | \$113 | \$113 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|--------------------|--------------------|-------------------|
| TOTAL | \$2,355,318 | \$2,945,635 | \$590,317 |
| GF | \$1,450,075 | \$1,861,320 | \$411,245 |
| Reimbursements | \$905,130 | \$1,084,202 | \$179,072 |
| Federal Funds | \$113 | \$113 | \$0 |

Transportation

BACKGROUND:

Transportation services are provided to individuals supported by regional centers to participate in programs and/or other activities. A variety of sources may be used to provide transportation including public transit, specialized transportation companies, day programs and/or residential vendors, and family members, friends, or others. Transportation services may include assistance boarding and exiting a vehicle as well as assistance and monitoring while being transported.

METHODOLOGY:

Transportation expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 31, 2025.

The base amounts represent a combination of actual and estimated expenditures from the prior year. Utilization and growth amounts are calculated using historical expenditure trends.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|-------------------|-------------------|
| Base: | \$571,454 | \$690,073 |
| Total Utilization Change/Growth: | \$118,619 | \$85,652 |
| TOTAL EXPENDITURES: | \$690,073 | \$775,725 |

REASON FOR CHANGE:

There is no change in FY 2025-26. The change in FY 2026-27 is due to changes in utilization.

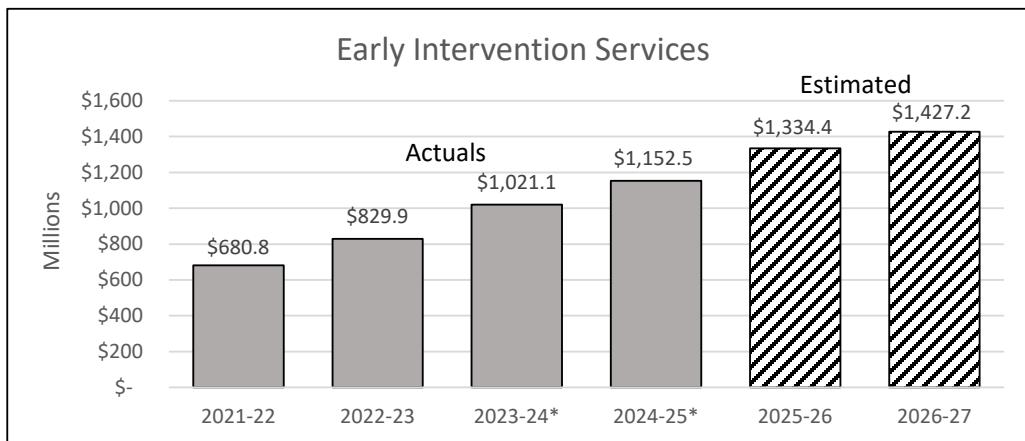
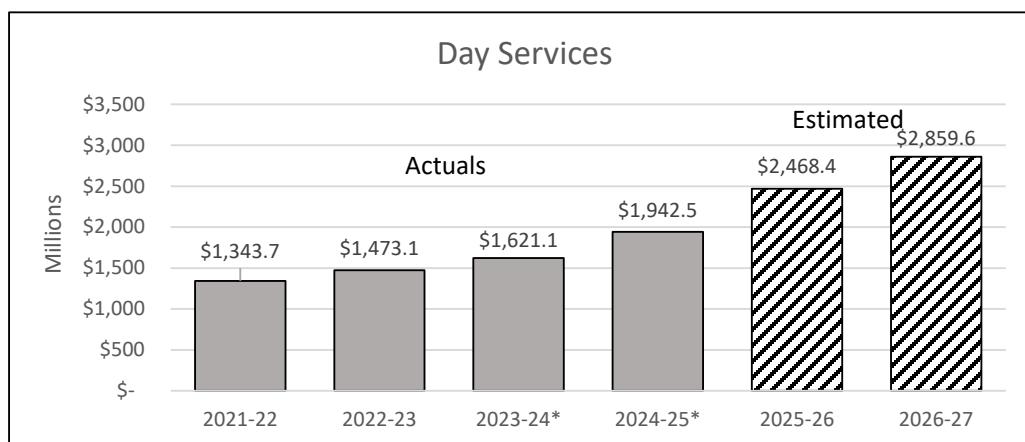
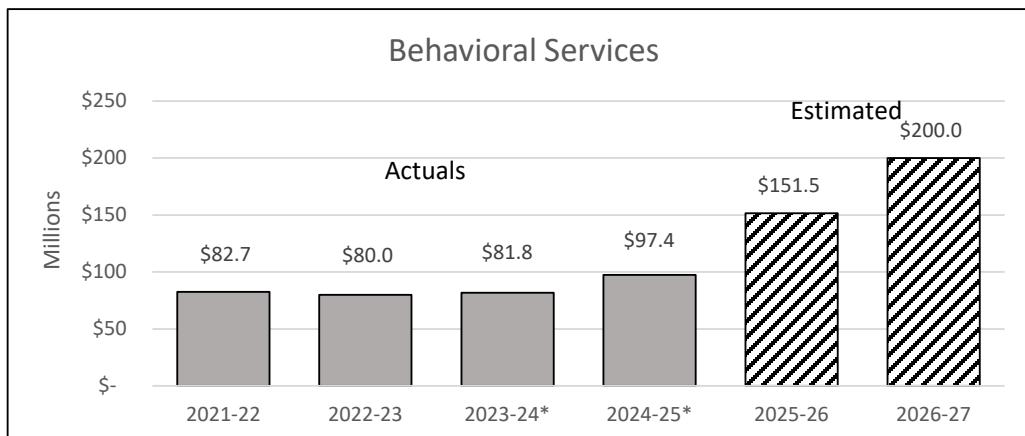
EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$690,073 | \$690,073 | \$0 |
| GF | \$424,098 | \$422,448 | (\$1,650) |
| Reimbursements | \$265,975 | \$267,625 | \$1,650 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$690,073 | \$775,725 | \$85,652 |
| GF | \$422,448 | \$476,424 | \$53,976 |
| Reimbursements | \$267,625 | \$299,301 | \$31,676 |

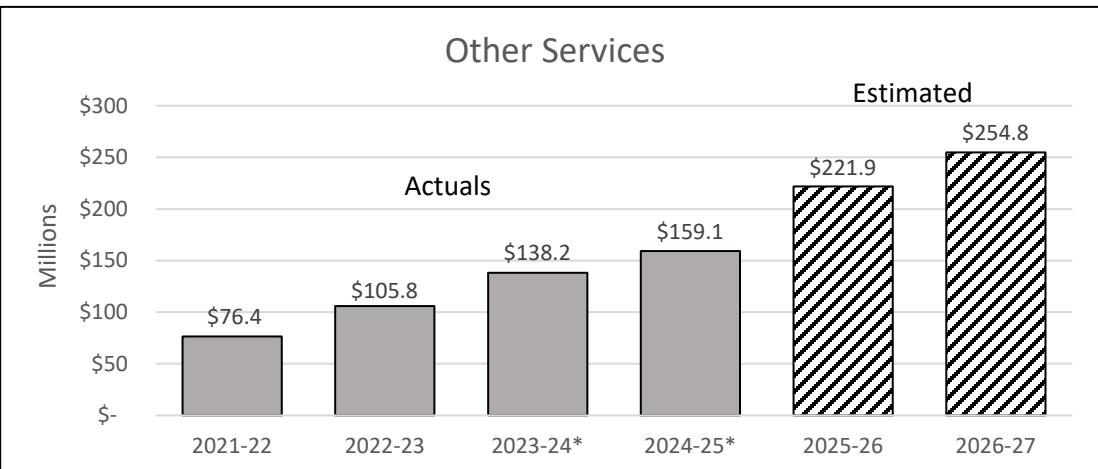
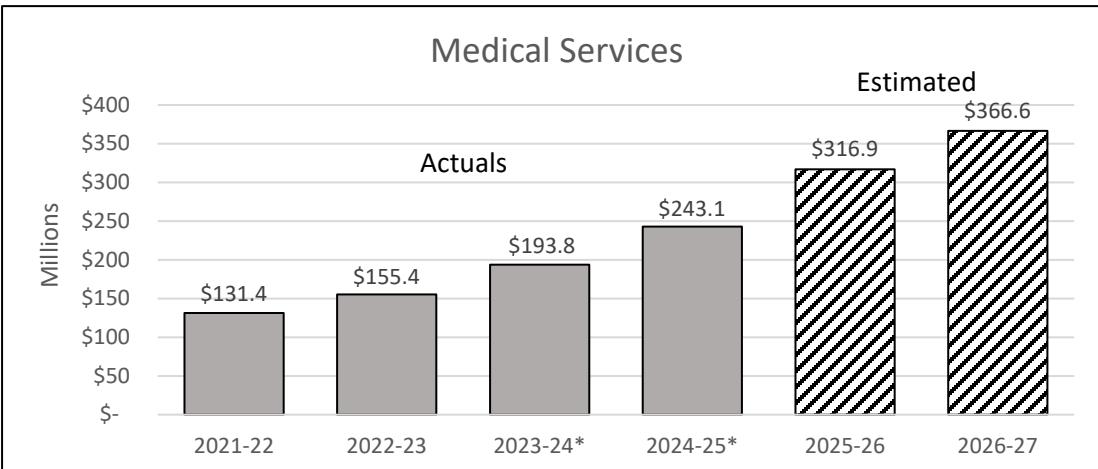
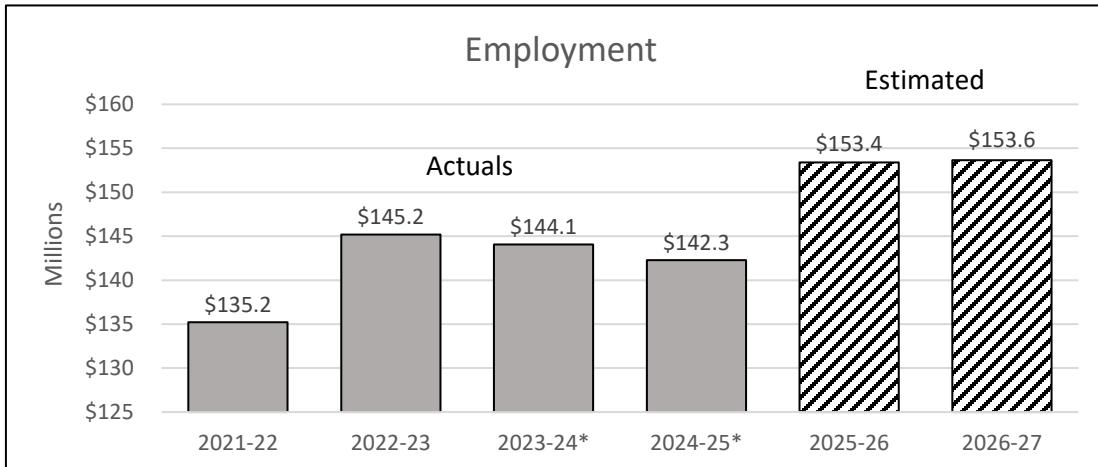
Purchase of Services
Total Expenditures
 by Budget Category

Prior-year actuals have been aligned to the updated Purchase of Services budget categories, as described in *Section E: Purchase of Services – Budget Category Alignment*, to support consistent, year-over-year comparison with the Estimate.



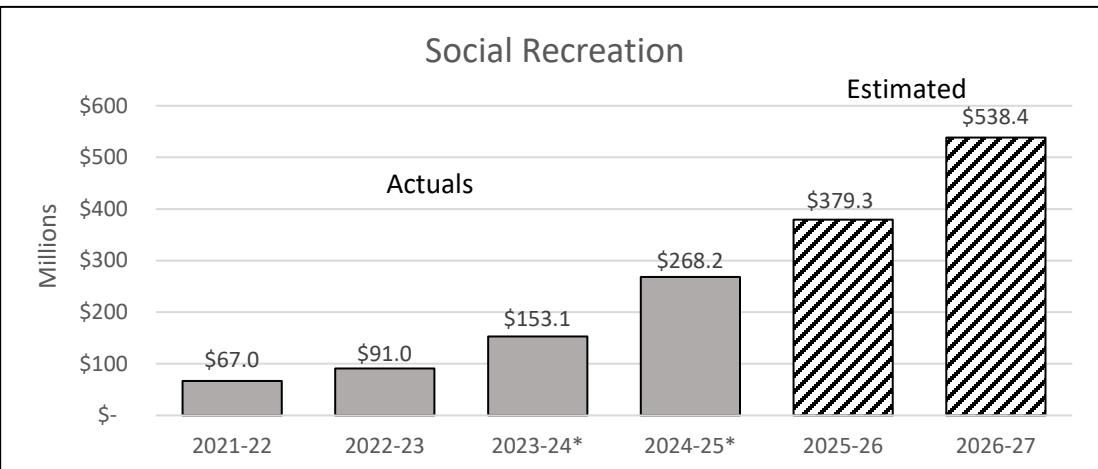
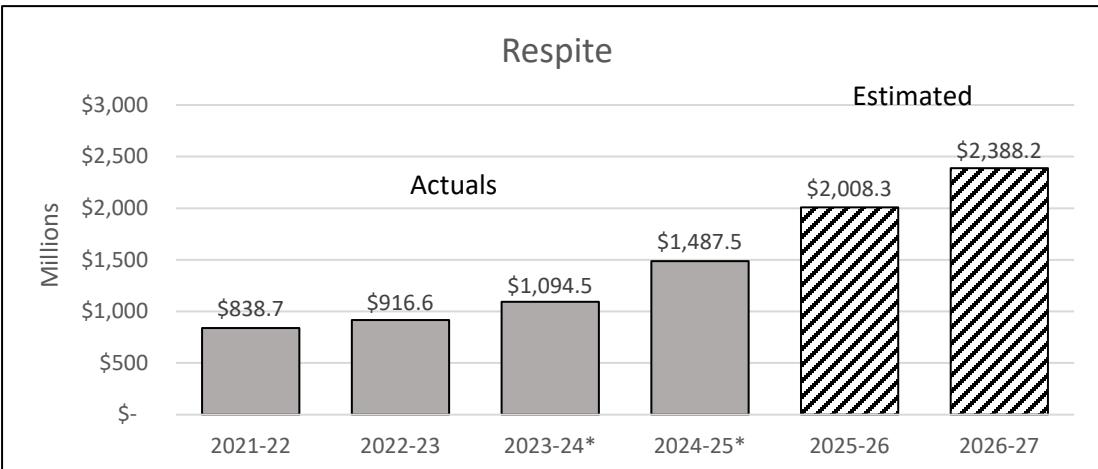
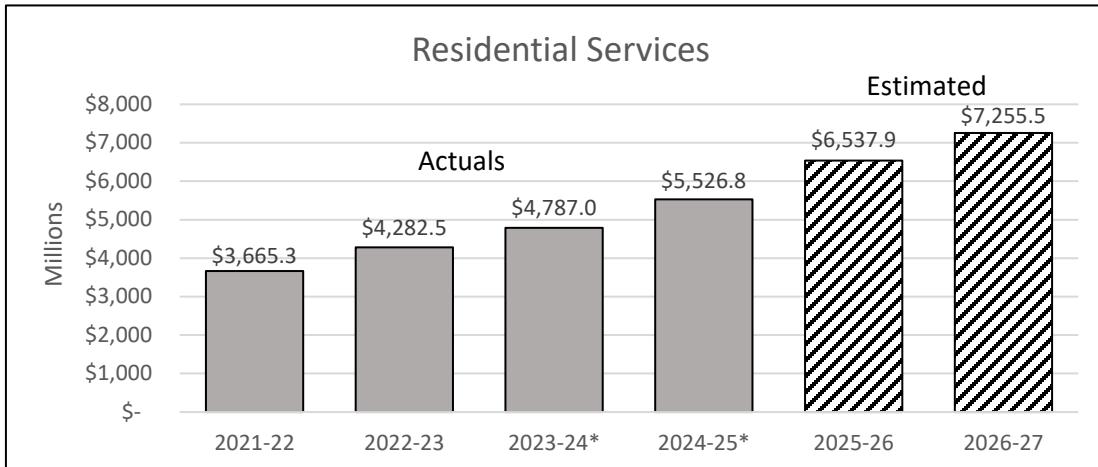
* Claims for these years are still open and eligible for payment and reflect actuals through October 2025.

Purchase of Services
Total Expenditures
by Budget Category



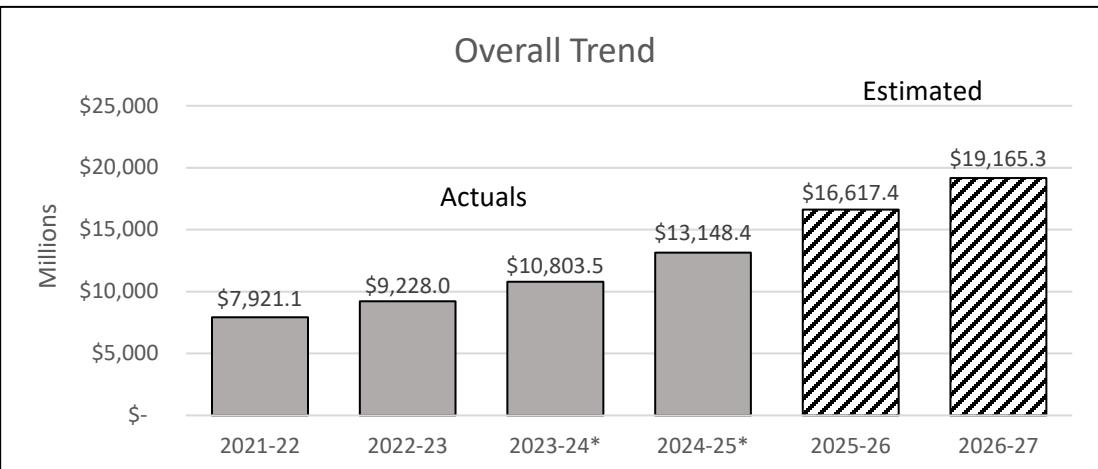
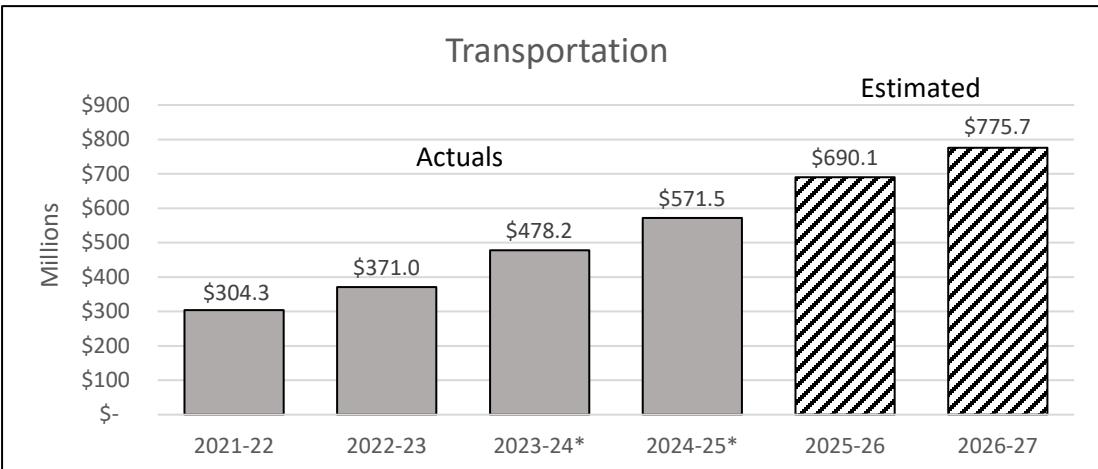
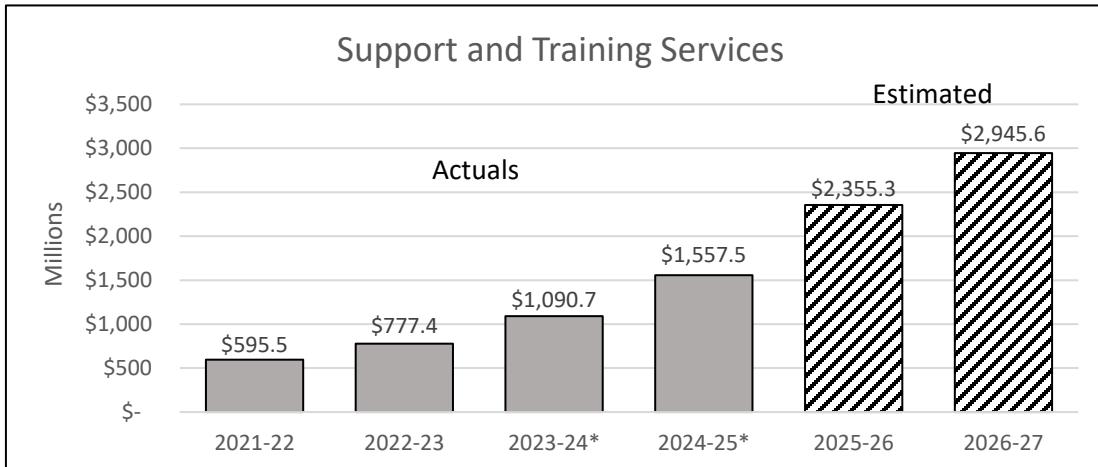
* Claims for these years are still open and eligible for payment and reflect actuals through October 2025.

Purchase of Services
Total Expenditures
by Budget Category



* Claims for these years are still open and eligible for payment and reflect actuals through October 2025.

Purchase of Services
Total Expenditures
by Budget Category



* Claims for these years are still open and eligible for payment and reflect actuals through October 2025.

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Community Placement Plan

BACKGROUND:

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, Institutions for Mental Disease (IMD) that are ineligible for federal financial participation (FFP), skilled nursing facilities (SNF), and out-of-state placements. In addition to CPP, the Community Resource Development Plan (CRDP) allows for development in the community to support the expansion of resources for those already residing in the community.

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

- Facilitate transitions to the community from a developmental center, an IMD, a SNF, or out-of-state.
- Assess needs of the individuals through comprehensive assessments.
- Establish resources in the community for individuals transitioning from another environment.
- Collaborate with the regional centers, regional projects and other team members in transitional activities.
- Stabilize current community living arrangements.

CPP funding provides resources for both Operations and POS as follows:

Operations

- **Positions:** Positions and costs for employees at the regional centers who focus on CPP and CRDP, to pursue resource development, complete assessments, lead the transition of consumers into community settings, provide quality assurance, and provide clinical expertise.
- **Operating Expenses:** Costs for operating expenses and equipment.

Purchase of Services

- **Start-Up:** Start-Up funds support the development of residential and non-residential services in the community for individuals.
- **Assessment:** Assessment funds support comprehensive assessments, which are required by statute, for individuals who are living in developmental centers and IMDs to plan for services when individuals move into the community.
- **Placement:** Placement funds support costs of consumers moving into least restrictive community settings from a more restrictive setting.

Community Placement Plan

EXPENDITURES:

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|-------------------|-------------------|
| <i>Operations:</i> | | |
| <i>Regular CPP</i> | \$15,265 | \$15,265 |
| Total Regional Center Operations | | |
| <i>Purchase of Services:</i> | | |
| <i>Behavioral Services</i> | \$112 | \$112 |
| <i>Day Services</i> | \$658 | \$658 |
| <i>Early Intervention Services</i> | \$1,230 | \$1,230 |
| <i>Medical Services</i> | \$770 | \$770 |
| <i>Other Services</i> | \$1,947 | \$1,947 |
| <i>Residential Services</i> | \$28,084 | \$28,084 |
| <i>Support and Training Services</i> | \$13 | \$13 |
| <i>Transportation</i> | \$72 | \$72 |
| Total Regular Regional Center POS | \$62,851 | \$62,851 |
| TOTAL | \$78,116 | \$78,116 |
| <i>GF</i> | \$67,024 | \$67,024 |
| <i>Reimbursements</i> | \$11,092 | \$11,092 |

REASON FOR CHANGE:

There is no change in both years from the Enacted Budget.

Community Placement Plan

Regular CPP

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|---------------------------------------|-----------------|-----------------|------------|
| I. Operations | \$15,265 | \$15,265 | \$0 |
| II. Purchase of Services (POS) | | | |
| A. Start-Up | \$27,265 | \$27,265 | \$0 |
| B. Assessment | \$2,700 | \$2,700 | \$0 |
| C. Placement | \$32,886 | \$32,886 | \$0 |
| SUBTOTAL POS | \$62,851 | \$62,851 | \$0 |
| III. TOTAL CPP | \$78,116 | \$78,116 | \$0 |
| IV. Fund Sources | | | |
| A. TOTAL CPP | \$78,116 | \$78,116 | \$0 |
| B. GF | \$67,024 | \$67,024 | \$0 |
| C. Reimbursements | \$11,092 | \$11,092 | \$0 |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
|---------------------------------------|-----------------|-----------------|------------|
| I. Operations | \$15,265 | \$15,265 | \$0 |
| II. Purchase of Services (POS) | | | |
| A. Start-Up | \$27,265 | \$27,265 | \$0 |
| B. Assessment | \$2,700 | \$2,700 | \$0 |
| C. Placement | \$32,886 | \$32,886 | \$0 |
| SUBTOTAL POS | \$62,851 | \$62,851 | \$0 |
| III. TOTAL CPP | \$78,116 | \$78,116 | \$0 |
| IV. Fund Sources | | | |
| A. TOTAL CPP | \$78,116 | \$78,116 | \$0 |
| B. GF | \$67,024 | \$67,024 | \$0 |
| C. Reimbursements | \$11,092 | \$11,092 | \$0 |

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Life Outcomes Improvement System

BACKGROUND:

The Life Outcomes Improvement System (LOIS) will be the state's unified case management and financial information system. This modern solution is being designed to meet the needs of individuals and families, service providers, regional centers, and the state to improve oversight and provide public transparency.

Resources support the Project Approval Lifecycle (PAL) process, and include project management, business analysis and data management services, and necessary tools to provide traceability for project requirements. Funding supports regional center staff participation in the project planning process.

METHODOLOGY:

The resources allow the Department to progress through the state's PAL process. The Department is continuing engagement with stakeholders to develop system requirements. It is working with regional centers to assess the quality of their data and prioritize data clean-up efforts while completing the formal procurement package.

REASON FOR CHANGE:

There is no change in both years from the Enacted Budget.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$7,255 | \$7,255 | \$0 |
| GF | \$2,789 | \$2,789 | \$0 |
| Reimbursements | \$4,466 | \$4,466 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$7,255 | \$7,255 | \$0 |
| GF | \$2,789 | \$2,815 | \$26 |
| Reimbursements | \$4,466 | \$4,440 | (\$26) |

Public Records Act – Regional Center Requirements (Assembly Bill 1147)

BACKGROUND:

Effective January 1, 2026, Chapter 902, Statutes of 2024 (AB 1147) requires that regional centers disclose certain documents pursuant to the California Public Records Act (CPRA). For regional centers to meet their obligations under federal and state privacy laws, records including the sensitive personally identifiable information of individuals as well as over 14,000 vendors and their staff must be thoroughly reviewed by skilled technical and administrative staff to ensure confidential information is properly de-identified and redacted prior to disclosure.

METHODOLOGY:

This policy funds each regional center to support CPRA requests, including document review and release. Additionally, \$1.5 million supports statewide CPRA training for regional centers. The FY 2025-26 estimate reflects nine months of expenditures for initial implementation, annualized ongoing thereafter.

REASON FOR CHANGE:

There is no change from the Enacted Budget in FY 2025-26. The year-over-year change reflects the full twelve months of implementation in FY 2026-27.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$9,696 | \$9,696 | \$0 |
| GF | \$6,765 | \$6,765 | \$0 |
| Reimbursements | \$2,931 | \$2,931 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$9,696 | \$12,928 | \$3,232 |
| GF | \$6,765 | \$9,020 | \$2,255 |
| Reimbursements | \$2,931 | \$3,908 | \$977 |

Ongoing Purchase of Service Items

This category of purchase of services expenses includes various previously approved items as described below:

BACKGROUND:

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|-------------------|-------------------|
| Best Buddies: | \$2,000 | \$2,000 |
| The Budget includes ongoing funding of \$2.0 million General Fund (GF) provided to Best Buddies International. The funding will support Best Buddies' delivery of peer-to-peer mentoring and supported employment services throughout the state. | | |
| Compliance with Home and Community-Based Services (HCBS) POS: | \$15,000 | \$15,000 |
| In January 2014, the Center for Medicare & Medicaid Services (CMS) published final regulations defining what constitutes a home and community-based setting for Medicaid reimbursement purposes under §1915(c) Home and Community-Based (HCBS) Waivers, and §1915(i) HCBS State Plan programs. To operate in full compliance with the CMS final regulations, HCBS settings must be integrated in and support full access to the greater community for individuals receiving Medicaid HCBS. To assist with ongoing compliance, funding is available for providers to make modifications to the way services are provided. | | |
| Bilingual Differentials for Direct Service Professionals: | \$7,200 | \$7,200 |
| The Department estimates approximately 90,000 individuals supported by regional centers use a primary language other than English. The pay differential for Direct Service Professionals who have job responsibilities that include the use of languages, or mediums, other than English, increases the availability of support for individuals, leading to improved choice and access to services. | | |

Ongoing Purchase of Service Items

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|-------------------|-------------------|
| Direct Service Professional Workforce Training and Development: | \$17,850 | \$17,850 |
| Direct service professionals (DSPs) are critical to the provision of services and supports to individuals with intellectual and developmental disabilities (IDD). To stabilize the workforce, funding supports a training and certification program for DSPs tied to wage differentials, providing advancement opportunities for the workforce. | | |
| TOTAL EXPENDITURES | \$42,050 | \$42,050 |

REASON FOR CHANGE:

No change is projected year-over-year.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$42,050 | \$42,050 | \$0 |
| GF | \$29,179 | \$29,179 | \$0 |
| Reimbursements | \$12,871 | \$12,871 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$42,050 | \$42,050 | \$0 |
| GF | \$29,179 | \$29,179 | \$0 |
| Reimbursements | \$12,871 | \$12,871 | \$0 |

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General Fund

BACKGROUND:

The General Fund (GF) is the main operating fund of the State. It accounts for transactions related to resources obtained and used for those services that do not need to be accounted for in another fund.

METHODOLOGY:

The Department's appropriation for GF consists of two components:

(1) GF Match and (2) GF Other. The detail of these two components are as follows:

| | | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|-----------------------------|---|---------------------|---------------------|
| • GF Match | | \$5,939,454 | \$6,756,704 |
| | This portion of GF is required to use as a match to reimbursements received from the Department of Health Care Service (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: | | |
| | | GF % | |
| | Home and Community-Based Services (HCBS) Waiver | 50.00% | \$4,123,848 |
| | HCBS Waiver Administration | 50.00% | \$25,689 |
| | Medicaid Administration | 25.00% | \$9,351 |
| | Targeted Case Management (TCM) | 50.00% | \$433,541 |
| | Intermediate Care Facility-Developmentally Disabled (ICF-DD) | 50.00% | \$77,404 |
| | ICF-DD Quality Assurance Fees (Operations)* | 50.00% | \$1,018 |
| | 1915(i) State Plan Amendment | 50.00% | \$926,649 |
| | Early Periodic Screening Diagnosis and Treatment | 50.00% | \$21,693 |
| | Self-Determination Program Waiver | 50.00% | \$320,315 |
| • GF Other: | | \$5,607,224 | \$6,398,081 |
| | 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. | | |
| • TOTAL EXPENDITURES | | \$11,546,678 | \$13,154,785 |

General Fund

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------------|---------------------|--------------------|
| TOTAL | \$11,781,341 | \$11,546,678 | (\$234,663) |
| GF Match | \$6,106,947 | \$5,939,454 | (\$167,493) |
| GF Other | \$5,674,394 | \$5,607,224 | (\$67,170) |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|---------------------|---------------------|--------------------|
| TOTAL | \$11,546,678 | \$13,154,785 | \$1,608,107 |
| GF Match | \$5,939,454 | \$6,756,704 | \$817,250 |
| GF Other | \$5,607,224 | \$6,398,081 | \$790,857 |

**For Quality Assurance Fees, the GF Match for Purchase of Services is in the DHCS Budget*

Reimbursements

SUMMARY OF REIMBURSEMENTS AND GENERAL FUND (GF) MATCH:

| METHODOLOGY: | FY 2025-26 | FY 2026-27 |
|---|--------------------|--------------------|
| A. Home and Community-Based Services (HCBS) Waiver | \$8,544,450 | \$9,760,620 |
| 1. Reimbursement | \$4,308,842 | \$4,920,804 |
| • ACA expansion FMAP | \$111,760 | \$111,760 |
| 2. GF Match | \$4,123,848 | \$4,728,056 |
| (Purchase of Services) | | |
| B. HCBS Waiver Administration | \$51,379 | \$53,617 |
| 1. Reimbursement | \$25,690 | \$26,809 |
| 2. GF Match | \$25,689 | \$26,808 |
| (Operations) | | |
| C. Medicaid Administration | \$37,406 | \$37,406 |
| 1. Reimbursement | \$28,055 | \$28,055 |
| 2. GF Match | \$9,351 | \$9,351 |
| (Operations) | | |
| D. Targeted Case Management | \$889,908 | \$949,444 |
| 1. Reimbursement | \$447,187 | \$476,942 |
| • ACA expansion FMAP | \$9,180 | \$9,180 |
| 2. GF Match | \$433,541 | \$463,322 |
| (Operations) | | |
| E. Title XX Block Grant | \$213,421 | \$213,421 |
| 1a. Social Services | \$136,264 | \$136,264 |
| 1b. Temporary Assistance for Needy Families | \$77,157 | \$77,157 |
| (Purchase of Services) | | |
| F. Intermediate Care Facility-Developmentally Disabled | \$154,810 | \$154,810 |
| 1. Reimbursement | \$77,406 | \$77,406 |
| 2. GF Match | \$77,404 | \$77,404 |
| (Purchase of Services) | | |
| G. Intermediate Care Facility-Developmentally Disabled Quality Assurance Fees ^{/A} | \$13,037 | \$14,859 |
| 1a. Operations | \$2,037 | \$2,322 |
| Reimbursements | \$1,019 | \$1,161 |
| GF Match | \$1,018 | \$1,161 |
| 1b. Purchase of Services | \$11,000 | \$12,537 |
| Reimbursements (from DHCS) | \$11,000 | \$12,537 |

^{/A} Reimbursements are funds received via other state agencies.

Reimbursements

| METHODOLOGY (CONTINUED): | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------------|--------------------------|
| H. 1915(i) State Plan Amendment | \$1,920,756 | \$2,194,390 |
| 1. Reimbursements | \$968,974 | \$1,106,701 |
| • ACA expansion FMAP | \$25,133 | \$25,133 |
| 2. GF Match (Purchase of Services) | \$926,649 | \$1,062,556 |
| I. Behavioral Health Treatment Fee-for-Service | \$5,915 | \$5,915 |
| 1. Reimbursement (Purchase of Services) | \$5,915 | \$5,915 |
| J. Early Periodic Screening Diagnosis Treatment | \$43,279 | \$43,737 |
| 1. Reimbursement | \$21,640 | \$21,869 |
| 2. GF Match (Purchase of Services) | \$21,639 | \$21,868 |
| K. Self-Determination Program Waiver | \$657,688 | \$749,414 |
| 1. Reimbursement | \$328,844 | \$374,707 |
| • ACA expansion FMAP | \$8,529 | \$8,529 |
| 2. GF Match (Purchase of Services) | \$320,315 | \$366,178 |
| L. Total | \$12,532,049 | \$14,177,633 |
| 1. Reimbursements | \$6,592,595 | \$7,420,929 |
| 2. GF Match | \$5,939,454 | \$6,756,704 |

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------------|---------------------|-------------------|
| TOTAL | \$12,464,879 | \$12,532,049 | \$61,710 |
| GF Match | \$6,106,947 | \$5,939,454 | (\$167,493) |
| Reimbursement | \$6,357,932 | \$6,592,595 | \$234,663 |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|---------------------|---------------------|--------------------|
| TOTAL | \$12,532,049 | \$14,177,633 | \$1,645,584 |
| GF Match | \$5,939,454 | \$6,756,704 | \$817,250 |
| Reimbursement | \$6,592,595 | \$7,420,929 | \$828,334 |

Home and Community-Based Services Waiver

BACKGROUND:

The Home and Community-Based Services (HCBS) Waiver program enables the Department to provide a broad array of services to eligible individuals in their communities who would otherwise require a level of care provided in an intermediate care facility for individuals with developmental disabilities.

The expenditures for HCBS Waiver reimbursements are in all the Purchase of Services budget categories, except Medical Facilities.

METHODOLOGY:

Fiscal year (FY) 2024-25 expenditures adjusted for growth were used to develop the base.

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------------|--------------------|-------------------|
| TOTAL | \$8,544,450 | \$8,544,450 | \$0 |
| GF Match | \$4,272,225 | \$4,123,848 | (\$148,377) |
| Reimbursement | \$4,272,225 | \$4,420,602 | \$148,377 |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|--------------------|--------------------|--------------------|
| TOTAL | \$8,544,450 | \$9,760,620 | \$1,216,170 |
| GF Match | \$4,123,848 | \$4,728,056 | \$604,208 |
| Reimbursement | \$4,420,602 | \$5,032,564 | \$611,962 |

Home and Community-Based Services Waiver Administration

BACKGROUND:

The Home and Community-Based Services (HCBS) Waiver enables the Department 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 individuals with developmental disabilities. These HCBS Waiver Administration funds are for the proper and efficient administration of the HCBS Waiver.

METHODOLOGY:

Direct Support Professional Training:

Welfare and Institutions Code §4695.2 mandates all Direct Support Professional's (DSP) working in licensed Community Care Facilities (CCFs) to either pass a competency test or satisfactorily complete each of two consecutive, 35-hour training segments within two years of their hire. The testing and training program are conducted through an Interagency Agreement (IA) with the California Department of Education (CDE). Estimate of the Operations costs covers the challenge tests and training through the IA with CDE.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|-------------------------------------|-------------------|-------------------|
| Direct Support Professional: | \$3,744 | \$3,744 |

- Total cost for DSP Training in both fiscal year (FY) 2025-26 and FY 2026-27 is \$5,200.
- 72.0% of the consumers residing in CCFs are HCBS Waiver eligible; therefore, it is assumed that 72.0% of the cost are eligible for federal financial participation (FFP). These costs are reflected under Operations, Projects.

Staffing for Collection of Federal Financial Participation (FFP) for Contracted Services:

Regional center staff contracts with vendors, liaison with Department experts on changes required to expand and enhance existing billing options and train vendors and regional center personnel involved in the billing processes. These billing processes include entering necessary attendance and other required billing data from paper invoices submitted by vendors, and reviewing, adjusting, and/or correcting attendance data after it is uploaded to the Uniform Fiscal System. These resources allow the State to collect HCBS Waiver Administration reimbursements.

| | | |
|--|-------|-------|
| Staffing for Collection of FFP for Contracted Services | \$606 | \$606 |
| • Total cost of Staffing for Collection of FFP for Contracted Services is \$1,893. | | |

These costs are reflected under Operations, Staffing.

Home and Community-Based Services Waiver Administration

METHODOLOGY (CONTINUED):

FY 2025-26 FY 2026-27

Staffing for Collection of FFP for Contracted Services:

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

FY 2003-04 FFP Enhancement, Phase II:

\$9,318 \$9,318

- Total regional center administrative cost for FY 2025-26 and FY 2026-27 is \$9,318.
- 100% of costs are eligible for FFP.

These costs are reflected under Operations, Staffing.

Compliance with Home and Community Based Services (HCBS) Settings Regulations:

In January 2014, CMS published final regulations defining what constitutes a home and community-based setting for Medicaid reimbursement purposes under Section 1915(c) HCBS waivers, and Section 1915(i) HCBS State Plan programs. The effective date of the regulations was March 17, 2014, and states are allowed up to a five-year transition period to make any modifications necessary to comply with the regulations. Subsequently, CMS notified states on May 9, 2017, that compliance is required by March 17, 2023. These expenditures fund additional staffing needed to perform the initial and ongoing efforts and activities necessary to ensure compliance with CMS final regulations.

Compliance with HCBS Settings Regulations:

\$1,422 \$1,422

- Total cost of Compliance with HCBS Settings Regulations for both FY 2025-26 and FY 2026-27 is \$1,422.
- 100% of costs are eligible for FFP.

These costs are reflected under Operations, Staffing.

Federal Medicaid Requirements for Regional Center HCBS Services:

\$984 \$984

- Total cost: \$984.
- 100% of costs are eligible for FFP.

These costs are reflected in the Federal Medicaid Requirements for regional center HCBS Services estimate under Operations, Federal Compliance.

Home and Community-Based Services Waiver Administration

| METHODOLOGY (CONTINUED): | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------------|--------------------------|
| Office of Administrative Hearings: | \$2,173 | \$2,173 |
| <ul style="list-style-type: none">• Total cost for Resources for Health Care Community Specialist in both FY 2025-26 and FY 2026-27 is \$5,828.• 37.28% of costs are eligible for FFP. These costs are reflected in the Office of Administrative Hearings estimate under Operations, Projects. | | |
| Clients' Rights Advocacy: | \$4,261 | \$4,554 |
| <ul style="list-style-type: none">• Total cost for FY 2025-26 is \$11,427 and \$12,212 for FY 2026-27.• 37.28% of costs are eligible for FFP. These costs are reflected in the Client Rights Advocacy estimate under Operations, Projects. | | |
| Quality Assessment: | \$2,075 | \$2,198 |
| <ul style="list-style-type: none">• Total cost for FY 2025-26 is \$5,564 and \$5,894 for FY 2026-27.• 37.28% of costs are eligible for FFP in FY 2025-26 and FY 2026-27. These costs are reflected in the Quality Assessment Contract estimate under Operations, Projects. | | |
| Special Incident Reporting/Risk Assessment: | \$480 | \$504 |
| <ul style="list-style-type: none">• Total cost for FY 2025-26 is \$1,260 and \$1,352 for FY 2026-27.• 37.28% of costs are eligible for FFP. These costs are reflected in the Special Incident Reporting/Risk Assessment estimate under Operations, Projects. | | |

Home and Community-Based Services Waiver Administration

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|-------------------|-------------------|
| METHODOLOGY (CONTINUED): | | |
| Specialized Home Monitoring: | \$9,214 | \$9,214 |
| • Total cost for both FY 2025-26 and FY 2026-27 is \$14,525. | | |
| • These costs are reflected under Operations, Staffing. | | |
| Oversight and Accountability: | \$3,900 | \$3,900 |
| • Total costs for FY 2025-26 and FY 2026-27 is \$4,450. | | |
| • These costs are reflected under Operations, Staffing. | | |
| Community Navigators: | \$4,200 | \$4,200 |
| • Total costs for FY 2025-26 and FY 2026-27 is \$5,300. | | |
| • This cost is reflected under Operations, Staffing. | | |
| Direct Service Professional Workforce Training and Development: | \$2,800 | \$2,800 |
| • Total costs for both FY 2025-26 and FY 2026-27 is \$4,300. | | |
| • This cost is reflected under Operations, Operations Policies Items. | | |
| Compliance with Federal HCBS Requirements | \$6,202 | \$8,000 |
| • Total costs for FY 2025-26 is \$9,391 and \$11,421 for FY 2026-27 | | |
| • This cost is reflected under Operations, Operations Policies Item. | | |
| • TOTAL EXPENDITURES | \$51,379 | \$53,617 |

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$51,831 | \$51,379 | (\$452) |
| GF Match | \$25,915 | \$25,689 | (\$226) |
| Reimbursement | \$25,916 | \$25,690 | (\$226) |
| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
| TOTAL | \$51,379 | \$53,617 | \$2,238 |
| GF Match | \$25,689 | \$26,808 | \$1,119 |
| Reimbursement | \$25,690 | \$26,809 | \$1,119 |

Medicaid Administration

BACKGROUND:

Clinical Support Teams and Senate Bill (SB) 1038 Health Reviews (Regional Center Operations)

Clinical Support Teams assist the regional centers to adequately monitor the health care of consumers with severe behavior and/or medical problems, by providing health-related consultation to consumers, their families, providers, and other community health professionals, completing mortality reviews following consumer deaths, and assuring health care access and advocacy for consumers.

In addition, clinical support teams complete yearly reviews of medications, health care plans, and behavior 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 Chapter 1043, Statute of 1998 (SB 1038), regional center physicians and nurses (with clerical support) provide medical reviews for the remainder of the community consumers who are not receiving 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)

Regional center physicians and psychiatrists perform activities, including clinical consultation, monitoring, and review of consumers medications, to maintain regional center compliance with the HCBS Waiver.

Developmental Center Closure-Ongoing Workload

Funding includes salaries, benefits, and operating expenses and equipment for the regional center positions associated with the closure of the developmental centers and the transition of individuals to community living arrangements. Regional centers will continue to provide support and monitoring of individuals who have moved into the community. This includes, but is not limited to, coordination of clinical health and dental services, and quality assurance and management reviews. These positions include quality assurance management, healthcare community specialists, nurse and oral health consultants, service coordinators, clinical support teams and administrative assistants.

METHODOLOGY:

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------------|--------------------------|
| • Costs for Clinical Support Teams and SB 1038 Health Reviews are based on FY 2022-23 data collected from the regional centers. | \$35,510 | \$35,510 |
| • <i>The Federal Financial Participation (FFP) portion of total MA-eligible costs is 75 percent.</i> | \$23,633 | \$23,633 |

Medicaid Administration

METHODOLOGY (CONTINUED):

FY 2025-26 FY 2026-27

- Staffing for Compliance with HCBS Waiver Requirements.
 - Total personal services and operating costs related to MA. The costs are 100 percent eligible for MA because related staff will be working only with HCBS Waiver consumers. \$2,600 \$2,600
 - *The FFP portion of total MA-eligible costs is 75 percent.* \$1,950 \$1,950
- Developmental Center Closure Ongoing Workload:
 - Total personal services, operating and placement continuation costs related to MA. \$3,296 \$3,296
 - It is assumed that 100 percent of costs are eligible for MA. \$2,472 \$2,472
 - *The FFP portion of total MA-eligible costs is 75 percent.* \$2,472 \$2,472

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$32,107 | \$37,406 | \$5,299 |
| GF Match | \$8,027 | \$9,351 | \$1,324 |
| Reimbursement | \$24,080 | \$28,055 | \$3,795 |
| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
| TOTAL | \$37,406 | \$37,406 | \$0 |
| GF Match | \$9,351 | \$9,351 | \$0 |
| Reimbursement | \$28,055 | \$28,055 | \$0 |

Targeted Case Management

BACKGROUND:

The Targeted Case Management (TCM) program provides matching federal Medicaid funds for case management services provided by a regional center for specific client groups. There are approximately 288,167 Medi-Cal eligible persons in the regional center (RC) system as of July 2025. 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 program provides federal financial participation (FFP) for most of RC case managers time spent on Medi-Cal eligible activities.

METHODOLOGY:

The fiscal is developed using the TCM RC Billed Units report for the period of July 2024 – June 2025.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$850,122 | \$889,908 | \$39,786 |
| GF Match | \$422,828 | \$433,541 | \$10,713 |
| Reimbursement | \$427,294 | \$456,367 | \$29,073 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$889,908 | \$949,444 | \$59,536 |
| GF Match | \$433,541 | \$463,322 | \$29,781 |
| Reimbursement | \$456,367 | \$486,122 | \$29,755 |

Title XX Block Grant

BACKGROUND:

The State has received federal Title XX Block Grant funds for social services programs since 1981, and the funds are administered by the Department of Social Services (DSS). Although each state has wide discretion in determining the range of services to be provided and how the funds are to be distributed, federal statute establishes five service goals as follows:

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

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

METHODOLOGY:

The Department's portion of the Title XX Block Grant is determined by DSS. There are no state matching requirements for these funds.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$213,421 | \$213,421 | \$0 |
| Social Services | \$136,264 | \$136,264 | \$0 |
| TANF | \$77,157 | \$77,157 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$213,421 | \$213,421 | \$0 |
| Social Services | \$136,264 | \$136,264 | \$0 |
| TANF | \$77,157 | \$77,157 | \$0 |

Intermediate Care Facility – Developmentally Disabled State Plan Amendment

BACKGROUND:

In 2007, the Department, in conjunction with the Department of Health Care Services, submitted a State Plan Amendment (SPA) seeking federal financial participation (FFP) for the Day Programs and Transportation Services. The services provided are for consumers residing in Intermediate Care Facility - Developmentally Disabled (ICF-DD) settings. The Centers for Medicare & Medicaid Services approved the SPA on April 14, 2011, retroactive to July 1, 2007.

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 from fiscal year 2024-25.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$135,833 | \$154,810 | \$18,977 |
| GF Match | \$67,916 | \$77,404 | \$9,488 |
| FFP | \$67,917 | \$77,406 | \$9,489 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$154,810 | \$154,810 | \$0 |
| GF Match | \$77,404 | \$77,404 | \$0 |
| FFP | \$77,406 | \$77,406 | \$0 |

Intermediate Care Facility – Developmentally Disabled Quality Assurance Fees

BACKGROUND:

To realize the federal financial participation (FFP) associated with the Intermediate Care Facilities - Developmentally Disabled (ICF-DD) State Plan Amendment, there are administrative costs for regional centers (RC).

METHODOLOGY:

- The fiscal is developed using the State Claims Purchase of Services (POS) Claims data file, dated August 2025 based on fiscal year (FY) 2024-25 actuals.
- ICF-DD Administrative Costs and Quality Assurance Fees (QAF) are set by the Department of Health Care Services (DHCS).
- RC administration costs are 1.5 percent of the costs of Day Programs and Transportation expenditures.
- ICF-DD administration costs are 1.5 percent of the costs of Day Programs and Transportation expenditures for both the RC and ICF-DD.
- FY 2025-26 POS costs for Day Programs and Transportation total \$135.8 million and \$154.8 million in FY 2025-26. QAF is \$13.0 million for FY 2025-26, and \$14.9 million for FY 2026-27.
- Billing cost for regional center administration is \$2.0 million for FY 2025-26 and \$2.3 million for FY 2026-27. ICF-DD administration billing cost is \$2.0 million, and QAF billing cost is \$8.9 million for FY 2025-26 and \$2.3 million administration billing cost and QAF billing costs of \$10.2 million in FY 2026-27.

Intermediate Care Facility – Developmentally Disabled Quality Assurance Fees

EXPENDITURES:

| FY 2025-26 | <u>Enacted Budget</u> | FY 2025-26 | <u>Difference</u> |
|-----------------------------|-----------------------|-----------------|-------------------|
| TOTAL | \$13,037 | \$13,037 | \$0 |
| Operations | \$2,037 | \$2,037 | \$0 |
| GF Match | \$1,018 | \$1,018 | \$0 |
| FFP | \$1,019 | \$1,019 | \$0 |
| Purchase of Services | \$11,000 | \$11,000 | \$0 |
| QAF Admin Fees | \$5,500 | \$5,500 | \$0 |
| Transfer from DHCS | \$5,500 | \$5,500 | \$0 |

| FY 2026-27 | <u>FY 2025-26</u> | FY 2026-27 | <u>Difference</u> |
|-----------------------------|-------------------|-----------------|-------------------|
| TOTAL | \$13,037 | \$14,859 | \$1,822 |
| Operations | \$2,037 | \$2,322 | \$285 |
| GF Match | \$1,018 | \$1,161 | \$143 |
| FFP | \$1,019 | \$1,161 | \$142 |
| Purchase of Services | \$11,000 | \$12,537 | \$1,537 |
| QAF Admin Fees | \$5,500 | \$6,269 | \$769 |
| Transfer from DHCS | \$5,500 | \$6,268 | \$768 |

1915(i) State Plan Amendment

BACKGROUND:

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 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 in a joint effort with the Department of Health Care Services (DHCS), submitted a 1915(i) State Plan Amendment (SPA) to the Centers for Medicare & Medicaid Services (CMS) 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 the Department to seek further expansion of the services covered under the 1915(i) SPA.

METHODOLOGY:

Fiscal year (FY) 2024-25 expenditures adjusted for growth were used to develop the base.

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------------|--------------------|-------------------|
| TOTAL | \$1,920,756 | \$1,920,756 | \$0 |
| GF Match | \$960,378 | \$926,649 | (\$33,729) |
| FFP | \$960,378 | \$994,107 | \$33,729 |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|--------------------|--------------------|-------------------|
| TOTAL | \$1,920,756 | \$2,194,390 | \$273,634 |
| GF Match | \$926,649 | \$1,062,556 | \$135,907 |
| FFP | \$994,107 | \$1,131,834 | \$137,727 |

Early Periodic Screening Diagnosis and Treatment

BACKGROUND:

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 submitted a State Plan Amendment (SPA 11-040) to the Centers for Medicare & Medicaid Services that will cover some regional center funded services for children under age three that are not eligible for federal reimbursement under other Medicaid funded programs. The SPA 11-040 was approved in October 2015 and is retroactive to October 2011.

METHODOLOGY:

The estimated budget is based on expenditures from fiscal year (FY) 2024-25. EPSDT funding is only in the Day Programs budget category.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$39,593 | \$43,279 | \$3,686 |
| GF Match | \$19,795 | \$21,639 | \$1,844 |
| FFP | \$19,798 | \$21,640 | \$1,842 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$43,279 | \$43,737 | \$458 |
| GF Match | \$21,639 | \$21,868 | \$229 |
| FFP | \$21,640 | \$21,869 | \$229 |

Department of Health Care Services Behavioral Health Treatment Fee-for-Service

BACKGROUND:

Chapter 40, Statutes of 2014 (SB 870) added Welfare and Institutions Code §14132.56 to direct the Department of Health Care Services (DHCS) to implement Behavioral Health Treatment (BHT) services, to the extent it is required by the federal government, to be covered by Medi-Cal for individuals up to the age of 21.

DHCS obtained approval from the Centers for Medicare & Medicaid Services (CMS) to include BHT services as a Medi-Cal benefit in January 2016. Individuals who were receiving BHT services through the regional centers became eligible to receive these services under the Medi-Cal benefit.

The estimate reflects costs of BHT services for consumers enrolled in Fee-for-Service Medi-Cal. These children receive services through the regional centers, and DHCS reimburses the Department for the related expenditures.

METHODOLOGY:

Full year costs for these consumers were estimated based on actual fiscal year (FY) 2024-25 data.

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$6,040 | \$5,915 | (\$125) |
| Reimbursement | \$6,040 | \$5,915 | (\$125) |
| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
| TOTAL | \$5,915 | \$5,915 | \$0 |
| Reimbursement | \$5,915 | \$5,915 | \$0 |

Self-Determination Program Waiver

BACKGROUND:

On December 31, 2014, the Department submitted a Home and Community-Based Services (HCBS) Waiver application to Centers for Medicare and Medicaid Services (CMS) seeking federal funding for the Self-Determination Program (SDP). Under the authority of Chapter 683, Statutes of 2013 (SB 468) and upon CMS approval, the Department is implementing the SDP, allowing regional center consumers and their families more freedom, control and responsibility. The SDP waiver was approved by the CMS on June 7, 2018. Participants can only purchase services and supports that are approved by the federal government and listed in the SDP waiver.

METHODOLOGY:

Fiscal year (FY) 2024-25 actual Self-Determination Program expenditures and client counts are used in forecasting SDP.

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$657,688 | \$657,688 | \$0 |
| GF Match | \$328,844 | \$320,315 | (\$8,529) |
| Reimbursement | \$328,844 | \$337,373 | \$8,529 |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$657,688 | \$749,414 | \$91,726 |
| GF Match | \$320,315 | \$366,178 | \$45,863 |
| Reimbursement | \$337,373 | \$383,236 | \$45,863 |

Program Development Fund

BACKGROUND:

Prior to July 2025, parents of children under the age of 18 who receive 24-hour out-of-home services were required to pay a monthly fee when annual gross family income was at or above 201% of the federal poverty level for a family size of two or more. The Department deposits fees received into the Program Development Fund. Amounts received are then utilized to provide resources needed to initiate new programs which are consistent with the State Plan or offset General Fund costs (Welfare and Institution Code §4677, §4784). The Parental Fee Program was repealed effective July 1, 2025 (Chapter 12, Statutes of 2025, Assembly Bill 143). Families will no longer be assessed or charged fees for 24-hour out-of-home care services provided on or after July 1, 2025.

METHODOLOGY:

Expenditure levels are informed by revenue collection trends and available fund balances.

EXPENDITURES:

| FY 2025-26 | <u>Enacted Budget</u> | FY 2025-26 | <u>Difference</u> |
|--------------------------|------------------------------|-------------------|--------------------------|
| TOTAL | \$434 | \$434 | \$0 |
| Program Development Fund | \$434 | \$434 | \$0 |

| FY 2026-27 | <u>FY 2025-26</u> | FY 2026-27 | <u>Difference</u> |
|--------------------------|--------------------------|-------------------|--------------------------|
| TOTAL | \$434 | \$0 | (\$434) |
| Program Development Fund | \$434 | \$0 | (\$434) |

Developmental Disabilities Services Account

BACKGROUND:

The Developmental Disabilities Services Account is authorized to be used as a depository for application fees collected by the Department for reviewing and approving housing proposals pursuant to Chapter 617, Statutes of 2008 (SB 1175).

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

METHODOLOGY:

Based on historical and current data, the Department is authorized to receive housing proposals, including application fees totaling \$150,000.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$150 | \$150 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$150 | \$150 | \$0 |

Behavioral Health Services Fund

BACKGROUND:

DDS oversees funding for regional centers and their partners to support people with intellectual and developmental disabilities with mental/behavioral health and/or substance use disorders. Three-year projects focus on prevention, early intervention, and treatment for individuals of all ages served by regional centers and provide support for families. Three Cycle VI (FY 2023-24 through FY 2025-26) projects commenced in July of 2023, and will close in June of 2026. Regional centers work in partnership with local systems of care such as county mental health and private mental health agencies, alcohol/other drug services, and educational entities.

METHODOLOGY:

Expenditures are set amounts and consistent with prior years.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$740 | \$740 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$740 | \$740 | \$0 |

Early Start Part C Grant Federal Funds/Early Start Family Resource Center

BACKGROUND:

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 from birth up to age 3 with developmental delays, disabilities, or conditions which place them at a high risk of disabilities. The program, known as Early Start in California, is administered according to Title 34 of the Code of Federal Regulations, §303.1 through §303.734. The program is also administered according to the California Early Intervention Services Act (CEISA) and Title 17 of the California Code of Regulations, §52000 through §52175. CEISA designated the Department as California's lead agency in implementing Part C of IDEA in the state.

The Department submits the annual federal Part C grant application and is responsible for administering federal grant funds. The Department allocates a significant portion of the federal funding to regional centers (RC) for local program operation and purchase of early intervention services. In addition, the Department allocates \$14.2 million of the annual federal Part C funds to provide funding for local educational agency programs and services in accordance with the CEISA, contained in Title 14 of the Government Code (GC), §95000 through 95029.

As noted in GC 95001, family-to-family support for families in the Early Start program is provided through California's network of Family Resource Centers (FRCs).

METHODOLOGY:

Annual grant amounts are determined by the US Department of Education, Office of Special Education Programs (OSEP). The Department received a grant award letter dated July 1, 2025, for federal funding period July 1, 2025, through September 30, 2026.

The Part C IDEA Grant funds are used to pay costs for the additional federal requirements imposed by the Part C program. 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.

Early Start Part C Grant

Federal Funds/Early Start Family Resource Center

| METHODOLOGY (CONTINUED): | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|--------------------------|--------------------------|
| • Other Agencies (subtotal excludes *GF item below) | \$19,424 | \$19,336 |
| • Local Education Agencies: Additional federal requirements include timelines for conducting evaluations, 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. | \$14,333 | \$14,245 |
| <i>Local Education Agencies</i> | \$14,245 | \$14,245 |
| <i>Support</i> | \$88 | \$0 |
| • System Requirements: Funding is required for public awareness, a comprehensive system of personnel development, consultation and facilitation, as well as, mediation, and due process hearings conducted by the State Office of Administrative Hearings. | \$1,997 | \$1,997 |
| • Early Start FRC: Funds pay for services that are provided by 41 contractors. Services provide support for families with infants and toddlers that have developmental delays, disabilities, or conditions that place them at risk of disabilities. Services include, as specified in GC §95024(d)(2), parent-to-parent support, information dissemination, public awareness, and family-professional collaboration activities; and, per GC §95001(a)(4), family-to-family support to strengthen families' ability to participate in service planning. | \$5,097 | \$5,097 |
| <i>Family Resources Center: Federal Funds grant amount</i> | \$3,094 | \$3,094 |
| <i>Family Resources Services: 100 percent General Fund *</i> | \$2,003 | \$2,003 |
| • 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 FY 2024-25 by budget category. | \$34,913 | \$34,913 |

Early Start Part C Grant Federal Funds/Early Start Family Resource Center

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$56,340 | \$56,340 | \$0 |
| GF | \$2,003 | \$2,003 | \$0 |
| Federal Funds | \$54,337 | \$54,337 | \$0 |
| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
| TOTAL | \$56,340 | \$56,252 | (\$88) |
| GF | \$2,003 | \$2,003 | \$0 |
| Federal Funds | \$54,337 | \$54,249 | (\$88) |

Foster Grandparent Program

BACKGROUND:

The Foster Grandparent Program (FGP) is a federal grant which provides people aged 55 and older, the opportunity to serve their community as tutors and mentors to children and youth under the age of 22 who have developmental disabilities and are supported by a regional center. Foster grandparents volunteer in community schools, Head Start centers, pre-schools, and acute care facilities.

METHODOLOGY:

The funding is based on the Federal Grant.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$1,145 | \$1,145 | \$0 |
| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
| TOTAL | \$1,145 | \$1,150 | \$5 |

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SECTION I: FUTURE FISCAL ISSUES

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| Future Fiscal Issues | I-1 |
|----------------------------|-----|

Future Fiscal Issues

Rate Reform Implementation

The Enacted Budget fully implemented the rate models beginning January 1, 2025. As California works through implementation, some changes to rate model assumptions or methodologies may be identified through an iterative process. Post-implementation, the Department is monitoring and reviewing rates, implementation, and utilization. These reviews may result in the need to revise rate model assumptions as part of the normal budget development process. Items of particular note are cost assumptions for transportation, insurance, and utilities. In accordance with WIC Section 4519.11 (Chapter 904, Statutes of 2024 (AB 2423)), the Department completed a review of current rate model cost assumptions based on available data at the time of review. These were posted on the DDS website on January 1, 2026. This process will occur every two years with the next publication of updated rate models on January 1, 2028. Rate models updated pursuant to AB 2423 are not implemented unless funded through the annual budget process. These updated rate models are available through our main [**Rate Models page**](#) or can be accessed directly [here](#).

Caseload Composition

California's developmental services continue to support significant demographic changes. Over the last 10 years, the number of individuals served by regional centers with a diagnosis of autism spectrum disorder (ASD) has grown by 141 percent. While ASD currently represents 54 percent of the overall caseload ages 3 and older, individuals with ASD make up the majority (73 percent) of individuals ages 3-21. Newmodels of care beyond applied behavioral analysis may be necessary to evaluate in the future to meet the needs and goals of many of these individuals.

Individuals with ASD also are experiencing a disproportionate need for Safety Net services, representing over 60 percent of referrals made to the Stabilization Training Assistance Reintegration (STAR) homes and approximately 60 percent of referrals made to the Systemic, Therapeutic, Assessment, Resources and Treatment (START) preventative crisis programs statewide. Additionally, there is an increased number of individuals who previously transitioned out of STAR returning for further stabilization.

Federal Funding Uncertainty

Federal funding uncertainty presents a material risk to the Department. Any federal policy shifts, rate-setting changes, funding reductions, or delays in FMAP determinations could create immediate budget pressures for the state and the Department.

Future Fiscal Issues

Federal Access Rule

The Home and Community-Based Services (HCBS) Access Rule, released by the Centers for Medicare and Medicaid Services (CMS) on April 22, 2024, mandates states to meet specific regulations relating to the administration of their Section 1915 federal authorities. The effective dates of these requirements began on July 9, 2024, with new requirements relating to rate changes, and extending through 2032. Beginning in 2026, the Department will have additional phased-in federal reporting requirements for certain quality measures and will need to demonstrate compliance with regulations regarding the handling of grievances. In 2027, the Department will need to meet new website transparency requirements and will be required to have completed updates to its processes for the management of critical incidents, including increased coordination with other State departments. Between 2028 and 2030, the Department will need to begin reporting on the percent of rates for specified services that are paid to direct service providers and, ultimately, demonstrate that Direct Service Professionals receive a minimum of 80 percent of the rate the State pays for specified services. In 2032, the State will be expected to monitor and report on the quality measures required by CMS.

The Governor's Budget includes ongoing resources to support the anticipated workload related to compliance with new Federal Home and Community-Based Access Rule requirements for the grievance process. The Department will continue to evaluate what is necessary to meet the additional phased-in federal Access Rule and reporting requirements.

Infrastructure for the Delivery of Developmental Disability Services

The Governor's Budget includes funding to continue the planning and approval process for the Life Outcomes Improvement System (LOIS) project. Following state and federal approvals, the Department will release a request for proposals to the information technology vendor community. LOIS is intended to replace 45-year-old legacy computer systems used for case management, fiscal authorization, tracking, and claiming. As such, there are expected to be future costs over a multi-year preparation and implementation period for the new system.

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| Self-Determination Program Expenditures and Population | J-2 |

General Fund Savings Solutions

The 2025-26 Enacted Budget General Fund solutions aligned program expenditures with available revenue to maintain a balanced budget. The following items reflect the ongoing impact of those solutions in Fiscal Year 2026-27.

- \$221.7 million projected impact of the provider mandates requirement for the Quality Incentive Program: Electronic Visit Verification, annual audits, and Home and Community-Based Services rules.
- \$45.5 million to protect and support the sustainability of the Self-Determination Program.
- \$5.6 million ongoing to eliminate dedicated resources for refreshing regional center implicit bias training.
- \$3 million ongoing to eliminate health and safety waiver application assistance.

Self-Determination Program Expenditures And Population

BACKGROUND:

In October 2013, Chapter 683, Statutes of 2013 (SB 468) was signed into law to create the Self-Determination Program (SDP). SDP provides individuals and their families with more control and responsibility in choosing services and supports to help them meet the objectives in their Individual Program Plan.

METHODOLOGY:

Projected SDP expenditures are developed using the October 2025 State Claims Data file, with expenditures through July 2025.

| 2026-27 Governor's Budget SDP Estimated Caseload and Expenditures ¹ | | | | |
|---|-------------------------------|------------------|---------------|---------------|
| Fiscal Year | Monthly Caseload ² | POS Expenditures | Federal Funds | General Fund |
| 2025-26 | 8,826 | \$736,762,000 | \$337,373,000 | \$399,389,000 |
| 2026-27 | 11,526 | \$969,990,000 | \$383,236,000 | \$586,754,000 |

¹The table is for information only. Expenditures for this policy are fully incorporated into the caseload and utilization growth of respective categories.

²2025-26 monthly caseload is estimated/projected as of January 2026 and 2026-27 monthly caseload is estimated/projected as of January 2027.

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SECTION K: STATE OPERATED SERVICES

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Comparison of Enacted Budget to Governor's Budget**FY 2025-26**

| | <u>Enacted Budget</u> | <u>Governor's Budget</u> | <u>Difference</u> |
|---|---------------------------|------------------------------|-------------------|
| I. OPERATIONS | | | |
| A. Canyon Springs Community Facility | | | |
| 1. Population | 56 | 56 | 0 |
| 2. Units | 3.0 | 3.0 | 0.0 |
| 3. Positions | 236.0 | 236.0 | 0.0 |
| 4. Operation Expenditures | \$32,840 | \$32,873 | \$33 |
| B. Fairview Developmental Center | | | |
| 1. Population | 0 | 0 | 0 |
| 2. Units | 0.0 | 0.0 | 0.0 |
| 3. Positions | 40.0 | 40.0 | 0.0 |
| 4. Operation Expenditures | \$10,747 | \$10,747 | \$0 |
| C. Porterville Developmental Center | | | |
| 1. Population | 211 | 211 | 0 |
| 2. Units | 14.0 | 14.0 | 0.0 |
| 3. Positions | 1,358.0 | 1,284.0 | (74.0) |
| 4. Operation Expenditures | \$173,810 | \$173,843 | \$33 |
| 5. Lease Revenue Bond | \$8,272 | \$8,262 | (\$10) |
| D. STAR | | | |
| 1. Population | 35 | 35 | 0 |
| 2. STAR Homes | 7.0 | 7.0 | 0.0 |
| 3. Positions | 226.7 | 226.7 | 0.0 |
| 4. Operation Expenditures | \$47,873 | \$47,873 | \$0 |
| E. CAST | | | |
| 1. CAST | 3.0 | 3.0 | 0.0 |
| 2. Positions | 19.0 | 19.0 | 0.0 |
| 3. Operation Expenditures | \$3,316 | \$3,316 | \$0 |
| F. Ongoing Costs | | | |
| 1. Positions | 18.0 | 18.0 | 0.0 |
| 2. RRDP | \$2,311 | \$2,311 | \$0 |
| 3. Workers' Compensation | \$28,349 | \$28,349 | \$0 |
| 4. Post Closure | \$1,495 | \$1,495 | \$0 |
| Total Operations Expenditures | \$309,013 | \$309,069 | \$56 |
| II. POLICY | | | |
| A. Control Section Adjustments | \$0 | \$3,555 | \$3,555 |
| B. Complex Needs Residential Program | \$628 | \$0 | (\$628) |
| Total Policy | \$628 | \$3,555 | \$2,927 |
| III. BASELINE BUDGET ADJUSTMENT | | | |
| A. Administrative Alignment | | | |
| 1. Positions | 0.0 | (70.0) | (70.0) |
| 2. Operation Expenditures | \$0 | (\$8,019) | (\$8,019) |
| Total Baseline Budget Adjustment | \$0 | (\$8,019) | (\$8,019) |
| GRAND TOTAL | \$309,641 | \$304,605 | (\$5,036) |
| FUND SOURCES | | | |
| A. General Funds | | | |
| 1. General Fund Match | \$31,338 | \$30,101 | (\$1,237) |
| 2. General Fund Other | \$246,890 | \$244,262 | (\$2,628) |
| Total General Fund | \$278,228 | \$274,363 | (\$3,865) |
| B. Reimbursements | | | |
| 1. Medi-Cal Reimbursements | \$31,338 | \$30,101 | (\$1,237) |
| 2. Reimbursements Other | \$0 | \$0 | \$0 |
| Total Reimbursements | \$31,338 | \$30,101 | (\$1,237) |
| C. Lottery Education Funds | \$75 | \$141 | \$66 |
| GRAND TOTAL | \$309,641 | \$304,605 | (\$5,036) |

Comparison of Enacted Budget to Governor's Budget

FY 2026-27

| | Enacted Budget | Governor's Budget | Difference |
|---|-------------------|----------------------|-----------------|
| I. OPERATIONS | | | |
| A. Canyon Springs Community Facility | | | |
| 1. Population | 56 | 56 | 0 |
| 2. Units | 3.0 | 3.0 | 0.0 |
| 3. Positions | 236.0 | 236.0 | 0.0 |
| 4. Operation Expenditures | \$32,840 | \$32,873 | \$33 |
| B. Fairview Developmental Center | | | |
| 1. Population | 0 | 0 | 0 |
| 2. Units | 0.0 | 0.0 | 0.0 |
| 3. Positions | 40.0 | 0.0 | (40.0) |
| 4. Operation Expenditures | \$10,747 | \$2,606 | (\$8,141) |
| C. Porterville Developmental Center | | | |
| 1. Population | 211 | 211 | 0 |
| 2. Units | 14.0 | 14.0 | 0.0 |
| 3. Positions | 1,358.0 | 1,284.0 | (74.0) |
| 4. Operation Expenditures | \$173,810 | \$173,843 | \$33 |
| 5. Lease Revenue Bond | \$8,272 | \$8,257 | (\$15) |
| D. STAR | | | |
| 1. Population | 35 | 35 | 0 |
| 2. STAR Homes | 7.0 | 7.0 | 0.0 |
| 3. Positions | 226.7 | 226.7 | 0.0 |
| 4. Operation Expenditures | \$47,873 | \$47,660 | (\$213) |
| E. CAST | | | |
| 1. CAST | 3.0 | 3.0 | 0.0 |
| 2. Positions | 19.0 | 19.0 | 0.0 |
| 3. Operation Expenditures | \$3,316 | \$3,316 | \$0 |
| F. Ongoing Costs | | | |
| 1. Positions | 18.0 | 18.0 | 0.0 |
| 2. RRDP | \$2,311 | \$2,311 | \$0 |
| 3. Workers' Compensation | \$28,349 | \$28,349 | \$0 |
| 4. Post Closure | \$1,495 | \$1,495 | \$0 |
| Total Operations Expenditures | \$309,013 | \$300,710 | (\$8,303) |
| II. POLICY | | | |
| A. Control Section Adjustments | \$0 | \$4,346 | \$4,346 |
| B. Complex Needs Residential Program | \$628 | \$255 | (\$373) |
| Total Policy | \$628 | \$4,601 | \$3,973 |
| III. BASELINE BUDGET ADJUSTMENT | | | |
| A. Administrative Alignment | | | |
| 1. Positions | 0.0 | (70.0) | (70.0) |
| 2. Operation Expenditures | \$0 | (\$12,029) | (\$12,029) |
| Total Baseline Budget Adjustment | \$0 | (\$12,029) | (\$12,029) |
| GRAND TOTAL | \$309,641 | \$293,282 | (16,359) |
| FUND SOURCES | | | |
| A. General Funds | | | |
| 1. General Fund Match | \$31,338 | \$29,357 | (\$1,981) |
| 2. General Fund Other | \$246,890 | \$234,427 | (\$12,463) |
| Total General Fund | \$278,228 | \$263,784 | (\$14,444) |
| B. Reimbursements | | | |
| 1. Medi-Cal Reimbursements | \$31,338 | \$29,357 | (\$1,981) |
| 2. Reimbursements Other | \$0 | \$0 | \$0 |
| Total Reimbursements | \$31,338 | \$29,357 | (\$1,981) |
| C. Lottery Education Funds | \$75 | \$141 | \$66 |
| GRAND TOTAL | \$309,641 | \$293,282 | (16,359) |

Comparison of FY 2025-26 to FY 2026-27

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|---|-------------------|-------------------|-------------------|
| I. OPERATIONS | | | |
| A. Canyon Springs Community Facility | | | |
| 1. Population | 56 | 56 | 0 |
| 2. Units | 3.0 | 3.0 | 0.0 |
| 3. Positions | 236.0 | 236.0 | 0.0 |
| 4. Operation Expenditures | \$32,873 | \$32,873 | \$0 |
| B. Fairview Developmental Center | | | |
| 1. Population | 0 | 0 | 0 |
| 2. Units | 0.0 | 0.0 | 0.0 |
| 3. Positions | 40.0 | 0.0 | (40.0) |
| 4. Operation Expenditures | \$10,747 | \$2,606 | (\$8,141) |
| C. Porterville Developmental Center | | | |
| 1. Population | 211 | 211 | 0 |
| 2. Units | 14.0 | 14.0 | 0.0 |
| 3. Positions | 1,284.0 | 1,284.0 | 0.0 |
| 4. Operation Expenditures | \$173,843 | \$173,843 | \$0 |
| 5. Lease Revenue Bond | \$8,262 | \$8,257 | (\$5) |
| D. STAR | | | |
| 1. Population | 35 | 35 | 0 |
| 2. STAR Homes | 7.0 | 7.0 | 0.0 |
| 3. Positions | 226.7 | 226.7 | 0.0 |
| 4. Operation Expenditures | \$47,873 | \$47,660 | (\$213) |
| E. CAST | | | |
| 1. CAST | 3.0 | 3.0 | 0.0 |
| 2. Positions | 19.0 | 19.0 | 0.0 |
| 3. Operation Expenditures | \$3,316 | \$3,316 | \$0 |
| F. Ongoing Costs | | | |
| 1. Positions | 18.0 | 18.0 | 0.0 |
| 2. RRDP | \$2,311 | \$2,311 | \$0 |
| 3. Workers' Compensation | \$28,349 | \$28,349 | \$0 |
| 4. Post Closure | \$1,495 | \$1,495 | \$0 |
| Total Operations Expenditures | \$309,069 | \$300,710 | (\$8,359) |
| II. POLICY | | | |
| A. Control Section Adjustments | \$3,555 | \$4,346 | \$791 |
| B. Complex Needs Residential Program | \$0 | \$255 | \$255 |
| Total Policy | \$3,555 | \$4,601 | \$1,046 |
| III. BASELINE BUDGET ADJUSTMENT | | | |
| A. Administrative Alignment | | | |
| 1. Positions | (70.0) | (70.0) | 0.0 |
| 2. Operation Expenditures | (\$8,019) | (\$12,029) | (\$4,010) |
| Total Baseline Budget Adjustment | (\$8,019) | (\$12,029) | (\$4,010) |
| GRAND TOTAL | \$304,605 | \$293,282 | (\$11,323) |
| FUND SOURCES | | | |
| A. General Funds | | | |
| 1. General Fund Match | \$30,101 | \$29,357 | (\$744) |
| 2. General Fund Other | \$244,262 | \$234,427 | (\$9,835) |
| Total General Fund | \$274,363 | \$263,784 | (\$10,579) |
| B. Reimbursements | | | |
| 1. Medi-Cal Reimbursements | \$30,101 | \$29,357 | (\$744) |
| 2. Reimbursements Other | \$0 | \$0 | \$0 |
| Total Reimbursements | \$30,101 | \$29,357 | (\$744) |
| C. Lottery Education Funds | | | |
| | \$141 | \$141 | \$0 |
| GRAND TOTAL | \$304,605 | \$293,282 | (\$11,323) |

Canyon Springs Community Facility

BACKGROUND:

Canyon Springs Community Facility (CSCF) opened in December 2000 and is designed to provide residential services, treatment, and training for up to 56 adults who have intellectual and developmental disabilities. There are three Immediate Care Facilities (ICF) units on site that provide services to assist individuals in transitions to the community. Facility staff help individuals improve their ability to manage their lives through various treatment and training opportunities, as well as by creating an Individual Program Plan based on what is "important to" and "important for" the individual. While at Canyon Springs, individuals learn coping skills, self-awareness, self-advocacy, and how to exercise their rights, make safe and healthy choices, and foster relationships. CSCF operation expenditures are funded through General Funds, Reimbursements, and Lottery Funds.

METHODOLOGY:

There are two types of staffing needed to operate the facility: Unit and Program Support Staff. Unit Staffing includes Clinical and Medical staff who are qualified healthcare professionals who provide direct patient care services. These staff include, but are not limited to, Physicians and Surgeons, Psychologists, Pharmacists, Psychiatric Technicians, and Nurses. There are 155 Clinical and Medical staff at the facility.

Program support staffing may provide direct and/or indirect support services to individuals. Administration, Personnel, Maintenance, and Food Service are a few of these supports. There are 81 Program Support staff at the facility.

FY 2025-26

| | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-----------------|-----------------|-------------|
| Positions | 236.0 | 236.0 | 0.0 |
| Personal Services | \$27,926 | \$27,926 | \$0 |
| OE&E | <u>\$4,914</u> | <u>\$4,926</u> | <u>\$33</u> |
| Total | \$32,840 | \$32,873 | \$33 |

FY 2026-27

| | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|-----------------|-----------------|------------|
| Positions | 236.0 | 236.0 | 0.0 |
| Personal Services | \$27,926 | \$27,926 | \$0 |
| OE&E | <u>\$4,926</u> | <u>\$4,926</u> | <u>\$0</u> |
| Total | \$32,873 | \$32,873 | \$0 |

Canyon Springs Community Facility

REASON FOR CHANGE:

The change from Enacted Budget in both years is due to an update to Lottery Funds.

EXPENDITURES:

| FY 2025-26 | <u>Enacted Budget</u> | FY 2025-26 | Difference |
|----------------|-----------------------|-----------------|-------------|
| TOTAL | \$32,840 | \$32,873 | \$33 |
| GF | \$16,794 | \$16,794 | \$0 |
| Reimbursements | \$16,009 | \$16,009 | \$0 |
| Lottery Funds | \$37 | \$70 | \$33 |

| FY 2026-27 | <u>FY 2025-26</u> | FY 2026-27 | Difference |
|----------------|-------------------|-----------------|------------|
| TOTAL | \$32,873 | \$32,873 | \$0 |
| GF | \$16,794 | \$16,794 | \$0 |
| Reimbursements | \$16,009 | \$16,009 | \$0 |
| Lottery Funds | \$70 | \$70 | \$0 |

Fairview Developmental Center

BACKGROUND:

Fairview Developmental Center (Fairview), located in Costa Mesa, Orange County, California, officially opened in January 1959, under the name of Fairview State Hospital. In February 2020, the last resident transitioned to the community. Fairview has been in warm shutdown as the disposition process continues, and cold shutdown is scheduled to begin in early 2026.

METHODOLOGY:

The warm shutdown expenditures include personal services (PS), operating expenses and equipment (OE&E) for 40 staff members. Cold shutdown will begin in FY 2025-26, with annualized costs reflected in FY 2026-27 reflecting minimum oversight of the facility.

FY 2025-26

| | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-------------------|-----------------|------------|
| Positions | 40.0 | 40.0 | 0.0 |
| Personal Services | \$7,544 | \$7,544 | \$0 |
| OE&E | <u>\$3,203</u> | <u>\$3,203</u> | <u>\$0</u> |
| Total | \$10,747 | \$10,747 | \$0 |

FY 2026-27

| | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|-----------------|----------------|------------------|
| Positions | 40.0 | 0.0 | (40.0) |
| Personal Services | \$7,544 | \$352 | (\$7,192) |
| OE&E | <u>\$3,203</u> | <u>\$2,254</u> | <u>(\$949)</u> |
| Total | \$10,747 | \$2,606 | (\$8,141) |

REASON FOR CHANGE:

The reduction in Budget Year is due to reduced operations in the cold shutdown phase.

Fairview Developmental Center

EXPENDITURES:

| FY 2025-26 | <u>Enacted Budget</u> | FY 2025-26 | <u>Difference</u> |
|------------|-----------------------|------------|-------------------|
| TOTAL | \$10,747 | \$10,747 | \$0 |
| GF | \$10,747 | \$10,747 | \$0 |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | <u>Difference</u> |
|------------|------------|------------|-------------------|
| TOTAL | \$10,747 | \$2,606 | (\$8,141) |
| GF | \$10,747 | \$2,606 | (\$8,141) |

Porterville Developmental Center

BACKGROUND:

Porterville Developmental Center (PDC) provides person-centered support and a Secure Treatment Program (STP) for individuals with intellectual and/or developmental disabilities (IDD). PDC is the only state-operated facility that supports individuals aged 18 or older who have been determined to be a danger to themselves or others, or incompetent to stand trial. PDC provides 24-hour residential services and medical treatment. The STP is 100 percent funded by the General Fund, as these services are not eligible for federal Medicaid funds.

METHODOLOGY:

There are four types of staffing needed to effectively operate PDC:

- Unit Staffing: consists of staff including but not limited to, Physicians and Surgeons, Psychologists, Pharmacists, Nursing, and various support staff.
- Program Support: consists of staff who provide direct and/or indirect support services to individuals. Areas that support staff work include but are not limited to, Administration, Personnel, Protective Services, Maintenance and Food Services.
- Intensive Behavioral Treatment Residence (IBTR): consists of staff to support individuals who require a highly structured treatment setting.
- Forensic Team: consists of Senior Psychologists to work with individuals who have been determined to be incompetent to stand trial.

FY 2025-26

| | Enacted Budget | FY 2025-26 | Difference |
|--------------------|-------------------|------------------|---------------|
| Positions | 1,358.0 | 1,284.0 | (74.0) |
| Personal Services | \$167,664 | \$167,664 | \$0 |
| OE&E | <u>\$6,146</u> | <u>\$6,179</u> | <u>\$33</u> |
| Total | \$173,810 | \$173,843 | \$33 |
| Lease Revenue | | | |
| Bond | <u>\$8,272</u> | <u>\$8,262</u> | <u>(\$10)</u> |
| Grand Total | \$182,082 | \$182,105 | \$23 |

Porterville Developmental Center

FY 2026-27

| | FY 2025-26 | FY 2026-27 | Difference |
|--------------------|------------------|------------------|--------------|
| Positions | 1,284.0 | 1,284.0 | (74.0) |
| Personal Services | \$167,664 | \$167,664 | \$0 |
| OE&E | <u>\$6,179</u> | <u>\$6,179</u> | <u>\$0</u> |
| Total | \$173,843 | \$173,843 | \$0 |
| Lease Revenue | | | |
| Bond | <u>\$8,262</u> | <u>\$8,257</u> | <u>(\$5)</u> |
| Grand Total | \$182,105 | \$182,100 | (\$5) |

REASON FOR CHANGE:

The changes from Enacted Budget for both Fiscal Years are due to Control Section 4.12 position reductions reflecting historical vacancies, as well as updates to Lottery Funds and the Lease Revenue Bond.

EXPENDITURES:

| FY 2025-26 | Enacted Budget | FY 2025-26 | Difference |
|---------------------|-------------------|-------------------|----------------|
| TOTAL | \$182,082 | \$182,105 | \$23 |
| GF Lottery Funds | \$182,044 \$38 | \$182,034 \$71 | (\$10) \$33 |

| FY 2026-27 | FY 2025-26 | FY 2026-27 | Difference |
|---------------------|-------------------|-------------------|--------------|
| TOTAL | \$182,105 | \$182,100 | (\$5) |
| GF Lottery Funds | \$182,034 \$71 | \$182,029 \$71 | (\$5) \$0 |

Stabilization Training Assistance Reintegration (STAR)

BACKGROUND:

STAR homes were designed as part of the “Plan for Crisis and Other Safety Net Services” to provide short-term support for individuals with an intellectual and/or developmental disability (IDD) who have medical and/or behavioral problems for which appropriate services are not currently available through community resources. STAR homes provide trauma-informed care, person-centered support, and crisis stabilization, enabling individuals to successfully transition to the community.

The goal of STAR homes is to provide each individual with a safe and nurturing environment where opportunities for growth, realization, self-expression, and goal achievement are celebrated. STAR provides services to adolescents (12-17 years old) and adults (18 years of age and older) with IDD who are receiving regional center services and in need of temporary crisis stabilization services for up to 13 months.

METHODOLOGY:

The staffing needed to operate STAR homes includes Psychologists, Behavior Specialists, and Nursing.

FY 2025-26

| | Enacted Budget | FY 2025-26 | Difference |
|-------------------|-------------------|-----------------|------------|
| Positions | 226.7 | 226.7 | 0.0 |
| Personal Services | \$31,031 | \$31,031 | \$0 |
| OE&E | <u>\$16,842</u> | <u>\$16,842</u> | <u>\$0</u> |
| Total | \$47,873 | \$47,873 | \$0 |

FY 2026-27

| | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|-----------------|-----------------|----------------|
| Positions | 226.7 | 226.7 | 0.0 |
| Personal Services | \$31,031 | \$30,808 | (\$213) |
| OE&E | <u>\$16,842</u> | <u>\$16,842</u> | <u>\$0</u> |
| Total | \$47,873 | \$47,660 | (\$213) |

REASON FOR CHANGE:

The change in FY 2026-27 is due to adjustments from Control Sections from FY 2024-25.

Stabilization Training Assistance Reintegration (STAR)

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$47,873 | \$47,873 | \$0 |
| GF | \$33,755 | \$33,755 | \$0 |
| Reimbursements | \$14,118 | \$14,118 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$47,873 | \$47,660 | (\$213) |
| GF | \$33,755 | \$33,542 | (\$213) |
| Reimbursements | \$14,118 | \$14,118 | \$0 |

Crisis Assessment Stabilization Teams (CAST)

BACKGROUND:

CAST is housed at the North, Central Valley, and South State-Operated Stabilization Training Assistance Reintegration (STAR) Programs. CAST supports individuals who are at risk of having to move from their family home or out of home placement and admitted to a more restrictive setting. CAST is designed to provide partnerships, assessments, training, and support to individuals continuing to experience crises after regional centers have utilized other available crisis services in their catchment areas. Services include modeling and coaching, prevention and intervention skills to caregivers and direct support professions, and teaching individuals to increase coping mechanisms.

North STAR and South STAR CAST began accepting referrals in 2018, while Central Valley STAR CAST began in 2021. CAST operates under Welfare and Institution Code (WIC) 4474.2, which enables the Department to provide other necessary services and supports that help meet the goal of avoiding admissions to highly restrictive settings.

METHODOLOGY:

The staffing needed to operate CAST includes Psychologists, Behavior Specialists, and Nurses. CAST staffing may provide direct and/or indirect support services to individuals who are unable to utilize other resources.

FY 2025-26

| | Enacted Budget | FY 2025-26 | Difference |
|-------------------|----------------|----------------|------------|
| Positions | 19.0 | 19.0 | 0.0 |
| Personal Services | \$2,719 | \$2,719 | \$0 |
| OE&E | <u>\$597</u> | <u>\$597</u> | <u>\$0</u> |
| Total | \$3,316 | \$3,316 | \$0 |

FY 2026-27

| | FY 2025-26 | FY 2026-27 | Difference |
|-------------------|----------------|----------------|------------|
| Positions | 19.0 | 19.0 | 0.0 |
| Personal Services | \$2,719 | \$2,719 | \$0 |
| OE&E | <u>\$597</u> | <u>\$597</u> | <u>\$0</u> |
| Total | \$3,316 | \$3,316 | \$0 |

REASON FOR CHANGE:

There are no changes from Enacted Budget in both years.

Crisis Assessment Stabilization Teams (CAST)

EXPENDITURES:

| FY 2025-26 | <u>Enacted Budget</u> | FY 2025-26 | <u>Difference</u> |
|----------------|-----------------------|------------|-------------------|
| TOTAL | \$3,316 | \$3,316 | \$0 |
| GF | \$2,321 | \$2,321 | \$0 |
| Reimbursements | \$995 | \$995 | \$0 |

| FY 2026-27 | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|----------------|-------------------|-------------------|-------------------|
| TOTAL | \$3,316 | \$3,316 | \$0 |
| GF | \$2,321 | \$2,321 | \$0 |
| Reimbursements | \$995 | \$995 | \$0 |

Ongoing Costs

BACKGROUND:

Regional Resource Development Project (RRDP)

The Regional Resource Development Project (RRDP) was initially piloted in 1987 and authorized by the [Lanterman Developmental Disabilities Services Act](#) in September 2002. The RRDPs are mainly designed to assist individuals in the intake, assessment, and transition process from the state operated programs to regional center community programs.

There is a total of 16 RRDP staff between the Northern and Southern regions. Northern RRDP staff provide support to individuals located in Northern California, as well as those transitioning from North Stabilization, Training, Assistance, and Reintegration (STAR) homes. Southern RRDP staff provide support to individuals located in Southern California, as well as those transitioning from South STAR homes, Desert STAR, and Canyon Springs Community Facility. Among their roles, RRDPs:

- Assist individuals and their interdisciplinary planning teams with planning and transition from DDS state operated facilities to community living alternatives
- Conduct post-placement follow-up visits at intervals of 5 days, 30 days, 6 months, 12 months, and 18 months (at a minimum)
- Assess individuals experiencing difficulty in their community environment by identifying and/or offering possible supports to help them stay in their living situation
- Conduct an assessment of individuals referred for acute crisis services
- Communicate with the regional centers regarding the development of the annual Community Placement Plan
- Function as liaison between individuals and the court systems

Workers' Compensation

The Department continues to pay for Workers' Compensation claims from open and closed facilities. The closed facilities are: (1) Agnews, (2) Sierra Vista, (3) Stockton, (4) Camarillo, (5) Lanterman, (6) Sonoma, and (7) Fairview. The State Compensation Insurance Fund (SCIF) manages claims, bills the Department monthly for both Temporary and Permanent disability benefits, supplemental job displacement benefits, actual medical costs, any Compromise and Release settlement payments, and the SCIF service fee.

Post Closure

Lump sum funding provided in previous budgets remains available for employees who joined the Community State Staff Program (CSSP) instead of separating or transferring.

Ongoing Costs

METHODOLOGY:

RRDP expenditures are developed using the California Department of Human Resources (CalHR) state classifications' salary, staff benefits, and average operating expenses.

Workers' Compensation expenditures are based on the analysis of several complete fiscal years to determine baseline expenditures related to Workers' Compensation costs throughout the state-operated program.

Post Closure expenditures are based on an analysis of the lump sum for accrued leave balances for employees over the age of 50, combined with the average number of separations over several fiscal years.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|-------------------|-------------------|
| Regional Resource Development Project: | \$2,311 | \$2,311 |
| Workers' Compensation: | \$28,349 | \$28,349 |
| Post Closure: | \$1,495 | \$1,495 |
| TOTAL EXPENDITURES: | \$32,155 | \$32,155 |

REASON FOR CHANGE:

There are no changes from Enacted Budget in both years.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$32,155 | \$32,155 | \$0 |
| GF | \$31,939 | \$31,939 | \$0 |
| Reimbursements | \$216 | \$216 | \$0 |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | \$32,155 | \$32,155 | \$0 |
| GF | \$31,939 | \$31,939 | \$0 |
| Reimbursements | \$216 | \$216 | \$0 |

Baseline Budget Adjustments

BACKGROUND:

Departmental appropriations are adjusted annually to reflect the State's costs through the executive order process.

Control Section 3.60 adjusts the Department's appropriation to reflect the State's share of retirement costs.

Employee Compensation adjustments approved through the collective bargaining process, and for employees excluded from collective bargaining as approved by the California Department of Human Resources, are referred to as Item 9800 adjustments. Item 9800 contains general salary increases, shift differentials, retention incentives, and various changes to the employers' share of staff benefits.

Control Section 26.00 provides flexibility for the administrative approval of intraschedule transfers for the efficient and cost-effective implementation of programs funded in the budget. The Department proposes to redirect resources to address critical and time-sensitive operational needs and programmatic priorities with a net-zero fiscal impact. It strengthens centralized functions that serve the entire Department, including Headquarters, regional centers, and state-operated programs.

METHODOLOGY:

- Control Section 3.60 Retirement Adjustments
Based on an analysis of positions, employee retirement categories, and retirement contribution amounts, the Department is reflecting an increase of expenditures for \$7.8 million (\$7.0 million GF) in FY 2025-26 and \$7.7 million (\$6.9 million GF) for retirement adjustments.-
- Item 9800 Employee Compensation Adjustments for the Department reflects a decrease of \$4.3 million (\$3.8 million GF) in FY 2025-26 and \$3.3 million (\$2.9 million GF) in FY 2026-27.
- Net-zero redirection from State-Operated Services to support department-wide operations reflects a decrease of \$8 million (\$6.4 million GF) in FY 2025-26 and 70 positions and \$12 million (\$9.6 million GF) and 70 positions in FY 2026-27.

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|--------------------------|--------------------------|
| Control Section 3.60 Retirement | \$7,890 | \$7,691 |
| Item 9800 Employee Compensation | -\$4,285 | -\$3,345 |
| Realignment of State Operations | -\$8,019 | -\$12,029 |
| TOTAL CONTROL SECTION ADJUSTMENTS | -\$4,464 | -\$7,683 |

Baseline Budget Adjustments

REASON FOR CHANGE:

The change in FY 2025-26 from the Enacted Budget as well as the change from FY 2025-26 to FY 2026-27 is due to Control Section 3.60, Employee Compensation adjustments (Item 9800), and redirection of state operations resources.

EXPENDITURES:

| <u>FY 2025-26</u> | <u>Enacted Budget</u> | <u>FY 2025-26</u> | <u>Difference</u> |
|-------------------|-----------------------|-------------------|-------------------|
| TOTAL | \$0 | (\$4,464) | (\$4,464) |
| GF | \$0 | (\$3,227) | (\$3,227) |
| Reimbursements | \$0 | (\$1,237) | (\$1,237) |

| <u>FY 2026-27</u> | <u>FY 2025-26</u> | <u>FY 2026-27</u> | <u>Difference</u> |
|-------------------|-------------------|-------------------|-------------------|
| TOTAL | (\$4,464) | (\$7,683) | (\$3,219) |
| GF | (\$3,227) | (\$5,702) | (\$2,475) |
| Reimbursements | (\$1,237) | (\$1,981) | (\$744) |

Complex Needs Residential Program

BACKGROUND:

The budget includes resources to continue development of three 5-person residential homes for individuals with intellectual and developmental disabilities who also have a mental health disorder. The program aims to prevent individuals from being admitted to locked psychiatric facilities, institutions for mental disease, medical facilities, or facilities out-of-state. The Complex Needs homes are outlined in Section 4418.8 of the Welfare & Institutions Code (WIC).

METHODOLOGY:

The costs for FY 2026-27 are based on initial training needs for staff preparing to open the homes.

REASON FOR CHANGE:

The change in both years is related to revisions in the Complex Needs homes construction timeline.

EXPENDITURES:

| FY 2025-26 | <u>Enacted Budget</u> | FY 2025-26 | Difference |
|-------------------|------------------------------|-------------------|-------------------|
| TOTAL | \$628 | \$0 | (\$628) |
| GF | \$628 | \$0 | (\$628) |
| Reimbursements | \$0 | \$0 | \$0 |

| FY 2026-27 | <u>FY 2025-26</u> | FY 2026-27 | Difference |
|-------------------|--------------------------|-------------------|-------------------|
| TOTAL | \$0 | \$255 | \$255 |
| GF | \$0 | \$255 | \$255 |
| Reimbursements | \$0 | \$0 | \$0 |

General Fund

BACKGROUND:

The General Fund (GF) is used for two purposes: (1) as a match to Title XIX Reimbursement and (2) to pay for non-Medi-Cal eligible resources/services for residents receiving state-operated services (SOS).

METHODOLOGY:

The Department's appropriation for GF consists of two components: (1) GF Match and (2) GF Other. The detail of these two components are as follows:

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|--------------------------|--------------------------|
| • General Fund Match | \$30,101 | \$29,357 |
| This funding is the matching GF to the Medi-Cal Reimbursements received from the Department of Health Care Services (DHCS). These Reimbursements are originally funded by the federal government and passed through DHCS (the federally recognized single state agency for Medicaid). | | |
| Non-Proposition 98 | \$30,101 | \$29,357 |
| • General Fund Other | \$244,262 | \$234,427 |
| This funding is to pay for services provided to SOS residents who are not eligible for federal or other reimbursement funding. | | |
| Lease Revenue Debt Service Bond | \$8,262 | \$8,257 |
| Proposition 98 | \$305 | \$305 |
| HIPAA | \$180 | \$180 |
| Other General Funds | \$235,515 | \$225,685 |
| TOTAL GENERAL FUND: | \$274,363 | \$263,784 |

Reimbursements

BACKGROUND:

Title XIX Medi-Cal Reimbursements are funds received for services provided to eligible residents in the developmental centers and the state-operated community facility. These funds require a General Fund match at the FMAP rate.

METHODOLOGY:

The Department's appropriation for reimbursements consists of three components: (1) Title XIX/Medi-Cal, (2) federal reimbursements, and (3) other reimbursements. The detail of these three components are as follows:

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|---|-------------------|-------------------|
| • Title XIX/Medi-Cal Title XIX Medi-Cal Reimbursement funds received from the Department of Health Care Services for eligible services provided to State Operated Facility residents. | <u>\$16,497</u> | <u>\$16,537</u> |
| Non-Proposition 98 | \$16,497 | \$16,537 |
| • Federal Reimbursements The Department received approval for federal reimbursements for the STAR homes and services provided by CAST to individuals in a crisis. | <u>\$13,604</u> | <u>\$12,820</u> |
| HCBS Waiver | \$10,883 | \$10,256 |
| 1915(i) State Plan Amendment | \$2,721 | \$2,564 |
| TOTAL Reimbursements: | \$30,101 | \$29,357 |

Lottery

BACKGROUND:

Lottery Education Fund uses state General Fund revenues guaranteed for the support of school districts, community colleges districts, and state agencies that provide direct elementary and secondary level instructional services.

METHODOLOGY:

The Department's appropriation from the Lottery Education Fund is as follows:

| | <u>FY 2025-26</u> | <u>FY 2026-27</u> |
|--|-------------------|-------------------|
| • Lottery Education Fund The Lottery Education Fund is used for specified educational costs, such as training programs to establish curriculum as well as to support special needs and equipment costs in a state-operated facility. Funds received are based on average daily attendance. | \$141 | \$141 |
| TOTAL Lottery: | \$141 | \$141 |