

**Family Health Estimate  
Management Summary  
May 2014 Estimate**

**Fiscal Year 2013-14**

The May 2014 Family Health Estimate shows a 2013-14 General Fund (GF) decrease of \$7.5 million compared to the FY 2013-14 November 2013 Estimate, as explained below (dollars in millions):

November 2013 Estimate	\$49.5
May 2014 Estimate	<u>\$42.0</u>
GF Change (rounded)	-\$7.5

For the specific programs included in the Family Health Estimate, the 2013-14 GF change from the November 2013 Estimate is:

California Children's Services (CCS)	-\$1.60
Child Health and Disability Prevention Program (CHDP)	-0.14
Genetically Handicapped Persons Program (GHPP)	-5.78
Every Woman Counts Program (EWC)	<u>-0.03</u>
Total Family Health	-7.54

The major reasons for the change from the November 2013 Estimate include the following:

CCS

1. Policy Change 6 – MH/UCD & BTR – Safety Net Care Pool

The California Bridge to Reform Section 1115(a) Medicaid Demonstration allows the Department to claim FFP using the Certified Public Expenditures (CPE) of approved Designated State Health Programs. Safety Net Care Pool usage of CCS State-Only expenditures is expected to decrease by \$8.11 million in 2013-14.

2. Transition of CCS-HFP to Medi-Cal

The final transition of the Healthy Families program to Medi-Cal's Optional Targeted Low-Income Children's Program was November 2013. This transition has been incorporated into the CCS-HFP expenditure estimate. The FY 2013-14 estimate for CCS-HFP treatment is now anticipated to be \$5.58 million GF less than the November 2013 Estimate.

## GHPP

### 1. Policy Change 4 – MH/UCD & BTR – Safety Net Care Pool

The California Bridge to Reform Section 1115(a) Medicaid Demonstration allows the Department to claim FFP using the CPEs of approved Designated State Health Programs. The May 2013 Estimate assumes a \$12.82 million increase in SNCP CPEs in 2013-14.

### 2. Policy Change 3 – Blood Factor Drug Rebates and Contract Savings

Expected rebates from the Special Rebate Fund is \$5.89 million less anticipated in the November 2013 estimate, the decrease is due to reimbursing the counties for their share of the California Children's Services rebates.

**Management Summary**  
**Fiscal Year 2013-14**  
**Comparison of Appropriation, November 2013, and May 2014 Estimates**

	Appropriation FY 2013-14	Nov. 13 Est. FY 2013-14	May 14 Est. FY 2013-14	Chg Approp - May 14 Est.	Chg Nov. 13 - May 14 Est.
<b>California Children's Services</b>					
4260-111-0001 (General Fund)	\$ 11,511,000	\$ 12,371,000	\$ 10,772,000	\$ (739,000)	\$ (1,599,000)
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 5,262,000	\$ 0	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 86,759,000	\$ 83,139,000	\$ 75,028,000	\$ (11,731,000)	\$ (8,111,000)
4260-111-0890 (Federal Title XXI)	\$ 15,378,000	\$ 31,194,000	\$ 15,943,000	\$ 565,000	\$ (15,251,000)
County Funds <sup>1</sup>	\$ 101,099,000	\$ 95,487,000	\$ 88,432,000	\$ (12,667,000)	\$ (7,055,000)
<b>TOTAL CCS</b>	<b>\$ 118,910,000</b>	<b>\$ 131,966,000</b>	<b>\$ 107,005,000</b>	<b>\$ (11,905,000)</b>	<b>\$ (24,961,000)</b>
<b>Child Health and Disability Prevention Program</b>					
4260-111-0001 (General Fund)	\$ 1,769,000	\$ 1,756,000	\$ 1,621,000	\$ (148,000)	\$ (135,000)
4260-111-0080 (CLPP Funds)	\$ 26,000	\$ 11,000	\$ 11,000	\$ (15,000)	\$ 0
<b>TOTAL CHDP</b>	<b>\$ 1,795,000</b>	<b>\$ 1,767,000</b>	<b>\$ 1,632,000</b>	<b>\$ (163,000)</b>	<b>\$ (135,000)</b>
<b>Genetically Handicapped Persons Program</b>					
4260-111-0001 (General Fund)	\$ 24,339,000	\$ 17,346,000	\$ 11,567,000	\$ (12,772,000)	\$ (5,779,000)
4260-601-7503 (Federal Title XIX HCSF)	\$ 43,868,000	\$ 46,719,000	\$ 59,537,000	\$ 15,669,000	\$ 12,818,000
4260-601-0995 (Enrollment Fees)	\$ 376,000	\$ 453,000	\$ 439,000	\$ 63,000	\$ (14,000)
4260-601-3079 (Rebates Special Fund)	\$ 42,158,000	\$ 36,979,000	\$ 31,091,000	\$ (11,067,000)	\$ (5,888,000)
<b>TOTAL GHPP</b>	<b>\$ 110,741,000</b>	<b>\$ 101,497,000</b>	<b>\$ 102,634,000</b>	<b>\$ (8,107,000)</b>	<b>\$ 1,137,000</b>
<b>Every Woman Counts Program</b>					
4260-114-0001 (General Fund)	\$ 17,982,000	\$ 18,059,000	\$ 18,029,000	\$ 47,000	\$ (30,000)
4260-114-0236 (Prop 99)	\$ 22,081,000	\$ 22,081,000	\$ 22,081,000	\$ 0	\$ 0
4260-114-0009 (Breast Cancer Control Account)	\$ 7,912,000	\$ 7,912,000	\$ 7,912,000	\$ 0	\$ 0
4260-114-0890 (Center for Disease Control)	\$ 4,644,000	\$ 4,644,000	\$ 4,644,000	\$ 0	\$ 0
<b>TOTAL EWC</b>	<b>\$ 52,619,000</b>	<b>\$ 52,696,000</b>	<b>\$ 52,666,000</b>	<b>\$ 47,000</b>	<b>\$ (30,000)</b>
<b>GRAND TOTAL - ALL FUNDS</b>	<b>\$ 284,065,000</b>	<b>\$ 287,926,000</b>	<b>\$ 263,937,000</b>	<b>\$ (20,128,000)</b>	<b>\$ (23,989,000)</b>
4260-111-0001	\$ 37,619,000	\$ 31,473,000	\$ 23,960,000	\$ (13,659,000)	\$ (7,513,000)
4260-111-0080	\$ 26,000	\$ 11,000	\$ 11,000	\$ (15,000)	\$ 0
4260-111-0890	\$ 15,378,000	\$ 31,194,000	\$ 15,943,000	\$ 565,000	\$ (15,251,000)
4260-114-0001 <sup>1</sup>	\$ 17,982,000	\$ 18,059,000	\$ 18,029,000	\$ 47,000	\$ (30,000)
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 7,912,000	\$ 0	\$ 0
4260-114-0236	\$ 22,081,000	\$ 22,081,000	\$ 22,081,000	\$ 0	\$ 0
4260-114-0890	\$ 4,644,000	\$ 4,644,000	\$ 4,644,000	\$ 0	\$ 0
4260-601-0995	\$ 5,638,000	\$ 5,715,000	\$ 5,701,000	\$ 63,000	\$ (14,000)
4260-601-3079	\$ 42,158,000	\$ 36,979,000	\$ 31,091,000	\$ (11,067,000)	\$ (5,888,000)
4260-601-7503	\$ 130,627,000	\$ 129,858,000	\$ 134,565,000	\$ 3,938,000	\$ 4,707,000
County Funds <sup>2</sup>	\$ 101,099,000	\$ 95,487,000	\$ 88,432,000	\$ (12,667,000)	\$ (7,055,000)

<sup>1</sup> EWC reappropriation authorized in Chapter 630, Statutes of 2012 is sufficient to cover the projected \$47,000 deficiency.

<sup>2</sup> County Funds are not included in Total Funds. They are shown for display only.

**Family Health Estimate  
Management Summary  
May 2014 Estimate**

**Fiscal Year 2014-15**

The Family Health Estimate shows a 2014-15 General Fund increase of \$71.1 million compared to 2013-14 as explained below:

2013-14	\$42.0
2014-15	<u>\$113.1</u>
GF Change	\$71.1

For the specific programs included in the Family Health Estimate, the 2014-15 GF change from 2013-14 is: (rounded)

California Children’s Services (CCS)	\$7.3
Child Health and Disability Prevention Program (CHDP)	0.1
Genetically Handicapped Persons Program (GHPP)	<u>\$60.9</u>
Total (111-0001)	\$68.3
Every Woman Counts Program (EWC) (114-0001)	\$2.8

The major reasons for the change from 2013-14 are:

CCS

1. Policy Change 6 – MH/UCD & BTR – Safety Net Care Pool

The California Bridge to Reform Section 1115(a) Medicaid Demonstration allows the Department to claim FFP using the Certified Public Expenditures (CPE) of approved Designated State Health Programs. Safety Net Care Pool usage of CCS State-Only expenditures is expected to decrease by \$5.7 million between fiscal years.

2. Transition of CCS-HFP to Medi-Cal

The final transition of the Healthy Families program to Medi-Cal’s Optional Targeted Low-Income Children’s Program was November 2013. FY 2014-15 is expected to have only residual expenditures.

## GHPP

### 1. Policy Change 3 – Blood Factor Drug Rebates and Contract Savings

The Department utilized a one-time \$31.1 million from the Rebate Special Fund in FY 2013-14. Annually, approximately \$8 million is received in rebates and is expected to be available in FY 2014-15. The additional rebates available in FY 2013-14 reduced the Department's General Fund need. In FY 2014-15, \$23.1 million in General Fund is needed for reduction in rebates between fiscal years.

### 2. Policy Change 4 – MH/UCD & BTR – Safety Net Care Pool

The California Bridge to Reform Section 1115(a) Medicaid Demonstration allows the Department to claim FFP using the Certified Public Expenditures (CPE) of approved Designated State Health Programs. Safety Net Care Pool usage of GHPP State-Only expenditures is expected to decrease by \$11.7 million between fiscal years. This reduction increases the General Fund needed for GHPP.

### 3. Policy Change 9 – United States of America V. Bio-Med Plus, Inc.

In FY 2013-14, restitution of \$10.4 million GF was received from the USA V. Bio-Med lawsuit. This was a one-time GF relief.

### 4. GHPP Treatment Expenditures

Expenditures for the GHPP program is expected to increase by \$16.3 million as the cost of care for hemophilic eligibles increase.

## EWC

### 1. Base

EWC base costs are expected increase by \$2.25 million GF over FY 2013-14 due to continued growth in expenditures.

### 2. Policy Change 8 – Digital Mammography

Digital Mammography reimbursement is effective January 1, 2014. In FY 2014-15, a full year of digital mammography will be incurred at an estimated cost of \$4.6 million.

## Management Summary

### Fiscal Year 2013-14 Compared to Fiscal Year 2014-15

	May 14 Est. FY 2013-14	May 14 Est. FY 2014-15	Difference Incr./(Decr.)
<b><u>California Children's Services</u></b>			
4260-111-0001 (General Fund)	\$ 10,772,000	\$ 18,070,000	\$ 7,298,000
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 75,028,000	\$ 69,331,000	\$ (5,697,000)
4260-111-0890 (Federal Title XXI)	\$ 15,943,000	\$ 3,118,000	\$ (12,825,000)
County Funds <sup>1</sup>	\$ 88,432,000	\$ 91,545,000	\$ 3,113,000
<b>TOTAL CCS</b>	<b>\$ 107,005,000</b>	<b>\$ 95,781,000</b>	<b>\$ (11,224,000)</b>
<b><u>Child Health and Disability Prevention Program</u></b>			
4260-111-0001 (General Fund)	\$ 1,621,000	\$ 1,702,000	\$ 81,000
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 11,000	\$ 0
<b>TOTAL CHDP</b>	<b>\$ 1,632,000</b>	<b>\$ 1,713,000</b>	<b>\$ 81,000</b>
<b><u>Genetically Handicapped Persons Program</u></b>			
4260-111-0001 (General Fund)	\$ 11,567,000	\$ 72,473,000	\$ 60,906,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 59,537,000	\$ 47,827,000	\$ (11,710,000)
4260-601-0995 (Enrollment Fees)	\$ 439,000	\$ 439,000	\$ 0
4260-601-3079 (Rebates Special Fund)	\$ 31,091,000	\$ 8,000,000	\$ (23,091,000)
<b>TOTAL GHPP</b>	<b>\$ 102,634,000</b>	<b>\$ 128,739,000</b>	<b>\$ 26,105,000</b>
<b><u>Every Woman Counts Program</u></b>			
4260-114-0001 (General Fund)	\$ 18,029,000	\$ 20,844,000	\$ 2,815,000
4260-114-0236 (Prop 99)	\$ 22,081,000	\$ 25,318,000	\$ 3,237,000
4260-114-0009 (Breast Cancer Control Account)	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0890 (Center for Disease Control)	\$ 4,644,000	\$ 4,509,000	\$ (135,000)
<b>TOTAL EWC</b>	<b>\$ 52,666,000</b>	<b>\$ 58,583,000</b>	<b>\$ 5,917,000</b>
<b>GRAND TOTAL - ALL FUNDS</b>	<b>\$ 263,937,000</b>	<b>\$ 284,816,000</b>	<b>\$ 20,879,000</b>
4260-111-0001	\$ 23,960,000	\$ 92,245,000	\$ 68,285,000
4260-111-0080	\$ 11,000	\$ 11,000	\$ 0
4260-111-0890	\$ 15,943,000	\$ 3,118,000	\$ (12,825,000)
4260-114-0001	\$ 18,029,000	\$ 20,844,000	\$ 2,815,000
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0236	\$ 22,081,000	\$ 25,318,000	\$ 3,237,000
4260-114-0890	\$ 4,644,000	\$ 4,509,000	\$ (135,000)
4260-601-0995	\$ 5,701,000	\$ 5,701,000	\$ 0
4260-601-3079	\$ 31,091,000	\$ 8,000,000	\$ (23,091,000)
4260-601-7503	\$ 134,565,000	\$ 117,158,000	\$ (17,407,000)
County Funds <sup>1</sup>	\$ 88,432,000	\$ 91,545,000	\$ 3,113,000

<sup>1</sup> County Funds are not included in Total Funds. They are shown for display only.

## Management Summary Fiscal Year 2014-15

### Comparison of Appropriation, November 2013, and May 2014 Estimates

	Approp Est. FY 2013-14	Nov. 13 Est. FY 2014-15	May 14 Est. FY 2014-15	Chg Approp - May 14 Est.	Chg Nov. 13 - May 14 Est.
<b>California Children's Services</b>					
4260-111-0001 (General Fund)	\$ 11,511,000	\$ 17,014,000	\$ 18,070,000	\$ 6,559,000	\$ 1,056,000
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 5,262,000	\$ 0	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 86,759,000	\$ 71,405,000	\$ 69,331,000	\$ (17,428,000)	\$ (2,074,000)
4260-111-0890 (Federal Title XXI)	\$ 15,378,000	\$ 193,000	\$ 3,118,000	\$ (12,260,000)	\$ 2,925,000
County Funds <sup>1</sup>	\$ 101,099,000	\$ 91,801,000	\$ 91,545,000	\$ (9,554,000)	\$ (256,000)
<b>TOTAL CCS</b>	<b>\$ 118,910,000</b>	<b>\$ 93,874,000</b>	<b>\$ 95,781,000</b>	<b>\$ (23,129,000)</b>	<b>\$ 1,907,000</b>
<b>Child Health and Disability Prevention Program</b>					
4260-111-0001 (General Fund)	\$ 1,769,000	\$ 1,800,000	\$ 1,702,000	\$ (67,000)	\$ (98,000)
4260-111-0080 (CLPP Funds)	\$ 26,000	\$ 11,000	\$ 11,000	\$ (15,000)	\$ 0
<b>TOTAL CHDP</b>	<b>\$ 1,795,000</b>	<b>\$ 1,811,000</b>	<b>\$ 1,713,000</b>	<b>\$ (82,000)</b>	<b>\$ (98,000)</b>
<b>Genetically Handicapped Persons Program</b>					
4260-111-0001 (General Fund)	\$ 24,339,000	\$ 63,609,000	\$ 72,473,000	\$ 48,134,000	\$ 8,864,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 43,868,000	\$ 48,271,000	\$ 47,827,000	\$ 3,959,000	\$ (444,000)
4260-601-0995 (Enrollment Fees)	\$ 376,000	\$ 453,000	\$ 439,000	\$ 63,000	\$ (14,000)
4260-601-3079 (Rebates Special Fund)	\$ 42,158,000	\$ 10,000,000	\$ 8,000,000	\$ (34,158,000)	\$ (2,000,000)
<b>TOTAL GHPP</b>	<b>\$ 110,741,000</b>	<b>\$ 122,333,000</b>	<b>\$ 128,739,000</b>	<b>\$ 17,998,000</b>	<b>\$ 6,406,000</b>
<b>Every Woman Counts Program</b>					
4260-114-0001 (General Fund)	\$ 17,982,000	\$ 21,403,000	\$ 20,844,000	\$ 2,862,000	\$ (559,000)
4260-114-0236 (Prop 99)	\$ 22,081,000	\$ 25,318,000	\$ 25,318,000	\$ 3,237,000	\$ 0
4260-114-0009 (Breast Cancer Control Account)	\$ 7,912,000	\$ 7,912,000	\$ 7,912,000	\$ 0	\$ 0
4260-114-0890 (Center for Disease Control)	\$ 4,644,000	\$ 4,509,000	\$ 4,509,000	\$ (135,000)	\$ 0
<b>TOTAL EWC</b>	<b>\$ 52,619,000</b>	<b>\$ 59,142,000</b>	<b>\$ 58,583,000</b>	<b>\$ 5,964,000</b>	<b>\$ (559,000)</b>
<b>GRAND TOTAL - ALL FUNDS</b>	<b>\$ 284,065,000</b>	<b>\$ 277,160,000</b>	<b>\$ 284,816,000</b>	<b>\$ 751,000</b>	<b>\$ 7,656,000</b>
4260-111-0001	\$ 37,619,000	\$ 82,423,000	\$ 92,245,000	\$ 54,626,000	\$ 9,822,000
4260-111-0080	\$ 26,000	\$ 11,000	\$ 11,000	\$ (15,000)	\$ 0
4260-111-0890	\$ 15,378,000	\$ 193,000	\$ 3,118,000	\$ (12,260,000)	\$ 2,925,000
4260-114-0001	\$ 17,982,000	\$ 21,403,000	\$ 20,844,000	\$ 2,862,000	\$ (559,000)
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 7,912,000	\$ 0	\$ 0
4260-114-0236	\$ 22,081,000	\$ 25,318,000	\$ 25,318,000	\$ 3,237,000	\$ 0
4260-114-0890	\$ 4,644,000	\$ 4,509,000	\$ 4,509,000	\$ (135,000)	\$ 0
4260-601-0995	\$ 5,638,000	\$ 5,715,000	\$ 5,701,000	\$ 63,000	\$ (14,000)
4260-601-3079	\$ 42,158,000	\$ 10,000,000	\$ 8,000,000	\$ (34,158,000)	\$ (2,000,000)
4260-601-7503	\$ 130,627,000	\$ 119,676,000	\$ 117,158,000	\$ (13,469,000)	\$ (2,518,000)
County Funds <sup>1</sup>	\$ 101,099,000	\$ 91,801,000	\$ 91,545,000	\$ (9,554,000)	\$ (256,000)

<sup>1</sup> County Funds are not included in Total Funds. They are shown for display only.