

CALIFORNIA CHILDREN'S SERVICES
Funding Summary
Fiscal Years 2013-14 and 2014-15 Compared to November Estimate

FY 2013-14, May 2014 Estimate Compared to November 2013 Estimate

	Nov. 2013 Est. FY 2013-14	May 2014 Est. FY 2013-14	Difference Incr./((Decr.))
CCS State-Only & CCS-HFP Caseload:	20,271	18,352	(1,919)
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 84,760,000	\$ 80,623,000	\$ (4,137,000)
Health Care Support Fund (4260-601-7503)	\$ (83,139,000)	\$ (75,028,000)	\$ 8,111,000
Title XIX- GF Match (4260-111-0001)	\$ 10,750,100	\$ 5,177,400	\$ (5,572,700)
Total General Fund	\$ 12,371,100	\$ 10,772,400	\$ (1,598,700)
Federal Funds			
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 83,139,000	\$ 75,028,000	\$ (8,111,000)
4260-111-0890 (Federal Title XXI)	\$ 31,193,900	\$ 15,942,600	\$ (15,251,300)
Total Federal Funds	\$ 119,594,900	\$ 96,232,600	\$ (23,362,300)
Total Funds	\$ 131,966,000	\$ 107,005,000	\$ (24,961,000)

FY 2014-15, May 2014 Estimate Compared to November 2013 Estimate

	Nov. 2013 Est. FY 2014-15	May 2014 Est. FY 2014-15	Difference Incr./((Decr.))
CCS State-Only & CCS-HFP Caseload:	19,754	18,071	(1,683)
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 87,654,000	\$ 86,382,000	\$ (1,272,000)
Health Care Support Fund (4260-601-7503)	\$ (71,405,000)	\$ (69,331,000)	\$ 2,074,000
Title XIX- GF Match (4260-111-0001)	\$ 764,600	\$ 1,019,000	\$ 254,400
Total General Fund	\$ 17,013,600	\$ 18,070,000	\$ 1,056,400
Federal Funds			
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 71,405,000	\$ 69,331,000	\$ (2,074,000)
4260-111-0890 (Federal Title XXI)	\$ 193,400	\$ 3,118,000	\$ 2,924,600
Total Federal Funds	\$ 76,860,400	\$ 77,711,000	\$ 850,600
Total Funds	\$ 93,874,000	\$ 95,781,000	\$ 1,907,000

May 2014 Estimate, FY 2013-14 Compared to FY 2014-15

	May 2014 Est. FY 2013-14	May 2014 Est. FY 2014-15	Difference Incr./((Decr.))
CCS State-Only & CCS-HFP Caseload:	18,352	18,071	(281)
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 80,623,000	\$ 86,382,000	\$ 5,759,000
Health Care Support Fund (4260-601-7503)	\$ (75,028,000)	\$ (69,331,000)	\$ 5,697,000
Title XIX- GF Match (4260-111-0001)	\$ 5,177,400	\$ 1,019,000	\$ (4,158,400)
Total General Fund	\$ 10,772,400	\$ 18,070,000	\$ 7,297,600
Federal Funds			
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)	\$ 15,942,600	\$ 3,118,000	\$ (12,824,600)
Total Federal Funds	\$ 96,232,600	\$ 77,711,000	\$ (18,521,600)
Total Funds	\$ 107,005,000	\$ 95,781,000	\$ (11,224,000)

CALIFORNIA CHILDREN'S SERVICES
Funding Summary
Fiscal Years 2013-14 and 2014-15 Compared to Appropriation

FY 2013-14, May 2014 Estimate Compared to Appropriation			
	<u>Appropriation FY 2013-14</u>	<u>May 2014 Est. FY 2013-14</u>	<u>Difference Incr./(Decr.)</u>
CCS State-Only & CCS-HFP Caseload:	20,062	18,352	(1,710)
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 93,245,000	\$ 80,623,000	\$ (12,622,000)
Health Care Support Fund (4260-601-7503)	\$ (86,759,000)	\$ (75,028,000)	\$ 11,731,000
Title XIX- GF Match (4260-111-0001)	<u>\$ 5,025,300</u>	<u>\$ 5,177,400</u>	<u>\$ 152,100</u>
Total General Fund	\$ 11,511,300	\$ 10,772,400	\$ (738,900)
Federal Funds			
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 86,759,000	\$ 75,028,000	\$ (11,731,000)
4260-111-0890 (Federal Title XXI)	<u>\$ 15,377,900</u>	<u>\$ 15,942,600</u>	<u>\$ 564,700</u>
Total Federal Funds	\$ 107,398,900	\$ 96,232,600	\$ (11,166,300)
Total Funds	\$ 118,910,200	\$ 107,005,000	\$ (11,905,200)

May 2014 Estimate for FY 2014-15 Compared to FY 2013-14 Appropriation			
	<u>Appropriation FY 2013-14</u>	<u>May 2014 Est. FY 2014-15</u>	<u>Difference Incr./(Decr.)</u>
CCS State-Only & CCS-HFP Caseload:	20,062	18,071	(1,991)
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 93,245,000	\$ 86,382,000	\$ (6,863,000)
Health Care Support Fund (4260-601-7503)	\$ (86,759,000)	\$ (69,331,000)	\$ 17,428,000
Title XIX- GF Match (4260-111-0001)	<u>\$ 5,025,300</u>	<u>\$ 1,019,000</u>	<u>\$ (4,006,300)</u>
Total General Fund	\$ 11,511,300	\$ 18,070,000	\$ 6,558,700
Federal Funds			
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 86,759,000	\$ 69,331,000	\$ (17,428,000)
4260-111-0890 (Federal Title XXI)	<u>\$ 15,377,900</u>	<u>\$ 3,118,000</u>	<u>\$ (12,259,900)</u>
Total Federal Funds	\$ 107,398,900	\$ 77,711,000	\$ (29,687,900)
Total Funds	\$ 118,910,200	\$ 95,781,000	\$ (23,129,200)

**CALIFORNIA CHILDREN'S SERVICES
Fiscal Year 2013-14
Funding Sources By Program**

	<u>Total Funds</u>	<u>State Funds</u>	<u>CDPH Title V Reimb.</u>	<u>Federal Title XIX HCSF</u>	<u>Federal Title XXI</u>	<u>County Funds</u>
A. State Only Services						
1. Treatment Costs						
Treatment Base	18,168,000	18,168,000	-	-	-	18,167,000
Bone Marrow Xplant 1/	125,000		-	-	-	(125,000)
Small County Adj. 2/	400,000	400,000	-	-	-	(400,000)
Total Treatment Base	18,693,000	18,693,000	-	-	-	17,642,000
2. Therapy Costs						
Therapy Base	59,894,000	59,894,000	-	-	-	59,894,000
MTU Medi-Cal Offset 3/	(5,522,000)	(5,522,000)	-	-	-	(1,841,000)
AB3632 4/	1,432,000	1,432,000	-	-	-	(1,432,000)
Total Therapy Base	55,804,000	55,804,000	-	-	-	56,621,000
3. Enroll/Assess Fees	(94,000)	(94,000)	-	-	-	(94,000)
4. Benefits Policy Changes	(397,000)	(397,000)	-	-	-	(387,000)
5. HF Safety Net Care Pool	-	(75,028,000)	-	75,028,000	-	-
	\$ 74,006,000	\$ (1,022,000)	\$ 0	\$ 75,028,000	\$ 0	\$ 73,782,000
B. State Only Admin.						
1. County Admin.	11,336,000	6,074,000	5,262,000	-	-	11,336,000
2. Fiscal Inter.	160,000	160,000	-	-	-	-
3. FI Dental	20,000	20,000	-	-	-	-
4. CMS Net	363,000	363,000	-	-	-	-
	\$ 11,879,000	\$ 6,617,000	\$ 5,262,000	\$ 0	\$ 0	\$ 11,336,000
Total CCS State Only	\$ 85,885,000	\$ 5,595,000	\$ 5,262,000	\$ 75,028,000	\$ 0	\$ 85,118,000
C. HFP Services						
1. Treatment Base	21,262,000	5,193,000	-	-	16,069,000	3,365,000
2. Benefits Policy Changes	(1,199,000)	(254,000)	-	-	(945,000)	(254,000)
	\$ 20,063,000	\$ 4,939,000	\$ 0	\$ 0	\$ 15,124,000	\$ 3,111,000
D. HFP Admin.						
1. County Admin.	956,000	203,000	-	-	753,000	203,000
2. Fiscal Inter.	83,000	29,000	-	-	54,000	-
3. FI Dental	4,000	1,400	-	-	2,600	-
4. CMS Net	14,000	5,000	-	-	9,000	-
	\$ 1,057,000	\$ 238,400	\$ 0	\$ 0	\$ 818,600	\$ 203,000
Total HFP	\$ 21,120,000	\$ 5,177,400	\$ 0	\$ 0	\$ 15,942,600	\$ 3,314,000
GRAND TOTAL	\$ 107,005,000	\$ 10,772,400	\$ 5,262,000	\$ 75,028,000	\$ 15,942,600	\$ 88,432,000

NOTE: County Funds are shown for information only, and are not included in Total Funds.

- 1/ An estimated \$250,000 in certain bone marrow transplant costs are included in the treatment base regressions at 50% GF, 50% County funds. Since they are funded by 100% GF, \$125,000 is shifted from County to General Fund.
- 2/ An estimated \$800,000 in catastrophic small county services costs are included in the treatment base regressions at 50% GF, 50% County funds. Since they are funded by 100% GF, \$400,000 is shifted from County to General Fund.
- 3/ Medical Therapy Unit (MTU) costs are included in the therapy costs used in the base regressions, and are therefore included in the therapy base at 50% GF/50% County funds. The costs that are reimbursed by Medi-Cal reduce program costs 75% GF, 25% County funds.
- 4/ AB3632 costs are included in the therapy costs used in the base regressions, and are therefore included in the therapy base at 50% GF, 50% County funds. Since they are funded by 100% GF, 50% of the total AB3632 costs are shifted from County to General Fund.

**CALIFORNIA CHILDREN'S SERVICES
Fiscal Year 2014-15
Funding Sources By Program**

	<u>Total Funds</u>	<u>State Funds</u>	<u>CDPH Title V Reimb.</u>	<u>Federal Title XIX HCSF</u>	<u>Federal Title XXI</u>	<u>County Funds</u>
A. State Only Services						
1. Treatment Costs						
Treatment Base	22,122,000	22,122,000	-	-	-	22,122,000
Bone Marrow Xplant 1/ Small County Adj. 2	125,000 400,000	125,000 400,000	- -	- -	- -	(125,000) (400,000)
Total Treatment Base	22,647,000	22,647,000	-	-	-	21,597,000
2. Therapy Costs						
Therapy Base	61,151,000	61,151,000	-	-	-	61,151,000
MTU Medi-Cal Offset 3/ AB3632 4	(5,518,000) 1,424,000	(5,518,000) 1,424,000	- -	- -	- -	(1,839,000) (1,424,000)
Total Therapy Base	57,057,000	57,057,000	-	-	-	57,888,000
3. Enroll/Assess Fees	(94,000)	(94,000)	-	-	-	(94,000)
4. Benefits Policy Changes	(104,000)	(104,000)	-	-	-	(44,000)
5. HF Safety Net Care Pool	-	(69,331,000)	-	69,331,000	-	-
	\$ 79,506,000	\$ 10,175,000	\$ 0	\$ 69,331,000	\$ 0	\$ 79,347,000
B. State Only Admin.						
1. County Admin.	11,556,000	6,294,000	5,262,000	-	-	11,556,000
2. Fiscal Inter.	198,000	198,000	-	-	-	-
3. FI Dental	23,000	23,000	-	-	-	-
4. CMS Net	361,000	361,000	-	-	-	-
	\$ 12,138,000	\$ 6,876,000	\$ 5,262,000	\$ 0	\$ 0	\$ 11,556,000
Total CCS State Only	\$ 91,644,000	\$ 17,051,000	\$ 5,262,000	\$ 69,331,000	\$ 0	\$ 90,903,000
C. HFP Services						
1. Treatment Base	4,316,000	1,054,000	-	-	3,262,000	684,000
2. Benefits Policy Changes	(199,000)	(42,000)	-	-	(157,000)	(42,000)
	\$ 4,117,000	\$ 1,012,000	\$ 0	\$ 0	\$ 3,105,000	\$ 642,000
D. HFP Admin.						
1. County Admin.	-	-	-	-	-	-
2. Fiscal Inter.	20,000	7,000	-	-	13,000	-
3. FI Dental	-	-	-	-	-	-
4. CMS Net	-	-	-	-	-	-
	\$ 20,000	\$ 7,000	\$ 0	\$ 0	\$ 13,000	\$ 0
Total HFP	\$ 4,137,000	\$ 1,019,000	\$ 0	\$ 0	\$ 3,118,000	\$ 642,000
GRAND TOTAL	\$ 95,781,000	\$ 18,070,000	\$ 5,262,000	\$ 69,331,000	\$ 3,118,000	\$ 91,545,000

NOTE: County Funds are shown for information only, and are not included in Total Funds.

- 1/ An estimated \$250,000 in certain bone marrow transplant costs are included in the treatment base regressions at 50% GF, 50% County funds. Since they are funded by 100% GF, \$125,000 is shifted from County to General Fund.
- 2/ An estimated \$800,000 in catastrophic small county services costs are included in the treatment base regressions at 50% GF, 50% County funds. Since they are funded by 100% GF, \$400,000 is shifted from County to General Fund.
- 3/ Medical Therapy Unit (MTU) costs are included in the therapy costs used in the base regressions, and are therefore included in the therapy base at 50% GF/50% County funds. The costs that are reimbursed by Medi-Cal reduce program costs 75% GF, 25% County funds.
- 4/ AB3632 costs are included in the therapy costs used in the base regressions, and are therefore included in the therapy base at 50% GF, 50% County funds. Since they are funded by 100% GF, 50% of the total AB3632 costs are shifted from County to General Fund.

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, Total Funds
Fiscal Year 2013-14

May 2014 Estimate Compared to November 2013 Estimate, Total Funds			
	Nov. 2013 Est.	May 2014 Est.	Difference
	FY 2013-14	FY 2013-14	Incr./.(Decr.)
A. Total CCS State Only Services	\$ 78,205,000	\$ 74,006,000	\$ (4,199,000)
1. Treatment Services	24,391,000	18,693,000	(5,698,000)
2. Medical Therapy Program	54,228,000	55,804,000	1,576,000
3. Benefits Policy Changes	(323,000)	(397,000)	(74,000)
4. Enroll/Assessment Fees	(91,000)	(94,000)	(3,000)
B. CCS Administration			
1. County Administration	11,336,000	11,336,000	-
2. Fiscal Intermediary	481,000	543,000	62,000
TOTAL CCS STATE ONLY PROGRAM	\$ 90,022,000	\$ 85,885,000	\$ (4,137,000)
A. Healthy Families Program			
1. Treatment Services	204,705,000	21,262,000	(183,443,000)
2. Benefits Policy Changes	(163,800,000)	(1,199,000)	162,601,000
B. Healthy Families Administration			
1. County Administration	956,000	956,000	-
2. Fiscal Intermediary	83,000	101,000	18,000
TOTAL HEALTHY FAMILIES PROGRAM	\$ 41,944,000	\$ 21,120,000	\$ (20,824,000)
TOTAL CCS PROGRAM	\$ 131,966,000	\$ 107,005,000	\$ (24,961,000)

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, General Fund and Federal Funds
Fiscal Year 2013-14

May 2014 Estimate Compared to November 2013 Estimate, General Fund

	Nov. 2013 Est. FY 2013-14	May 2014 Est. FY 2013-14	Difference Incr./(Decr.)
A. Total CCS State Only Services	<u>\$ (4,934,000)</u>	<u>\$ (1,022,000)</u>	<u>\$ 3,912,000</u>
1. Treatment Services	24,391,000	18,693,000	(5,698,000)
2. Medical Therapy Program	54,228,000	55,804,000	1,576,000
3. Benefits Policy Changes	(323,000)	(397,000)	(74,000)
4. Enroll/Assessment Fees	(91,000)	(94,000)	(3,000)
5. HF Safety Net Care Pool	(83,139,000)	(75,028,000)	8,111,000
B. CCS Administration			
1. County Administration	6,074,000	6,074,000	-
2. Fiscal Intermediary	481,000	543,000	62,000
TOTAL CCS STATE ONLY PROGRAM	<u>\$ 1,621,000</u>	<u>\$ 5,595,000</u>	<u>\$ 3,974,000</u>
A. Healthy Families Program			
1. Treatment Services	49,997,000	5,193,000	(44,804,000)
2. Benefits Policy Changes	(39,478,000)	(254,000)	39,224,000
B. Healthy Families Administration			
1. County Administration	203,000	203,000	-
2. Fiscal Intermediary	28,100	35,400	7,300
TOTAL HEALTHY FAMILIES PROGRAM	<u>\$ 10,750,100</u>	<u>\$ 5,177,400</u>	<u>\$ (5,572,700)</u>
TOTAL CCS PROGRAM	<u>\$ 12,371,100</u>	<u>\$ 10,772,400</u>	<u>\$ (1,598,700)</u>

May 2014 Estimate Compared to November 2013 Estimate, Federal Funds

	Nov. 2013 Est. FY 2013-14	May 2014 Est. FY 2013-14	Difference Incr./(Decr.)
A. Total CCS State Only Services	<u>\$ 83,139,000</u>	<u>\$ 75,028,000</u>	<u>\$ (8,111,000)</u>
1. Title XIX Health Care Support Fund	83,139,000	75,028,000	(8,111,000)
B. CCS Administration			
1. County Administration	5,262,000	5,262,000	-
TOTAL CCS STATE ONLY PROGRAM	<u>\$ 88,401,000</u>	<u>\$ 80,290,000</u>	<u>\$ (8,111,000)</u>
A. Healthy Families Program - Title XXI			
1. Treatment Services	154,708,000	16,069,000	(138,639,000)
2. Benefits Policy Changes	(124,322,000)	(945,000)	123,377,000
B. Healthy Families Administration - Title XXI			
1. County Administration	753,000	753,000	-
2. Fiscal Intermediary	54,900	65,600	10,700
TOTAL HEALTHY FAMILIES PROGRAM	<u>\$ 31,193,900</u>	<u>\$ 15,942,600</u>	<u>\$ (15,251,300)</u>
TOTAL CCS PROGRAM	<u>\$ 119,594,900</u>	<u>\$ 96,232,600</u>	<u>\$ (23,362,300)</u>

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, Total Funds
Fiscal Year 2013-14

May 2014 Estimate Compared to Appropriation, Total Funds			
	Appropriation	May 2014 Est.	Difference
	FY 2013-14	FY 2013-14	Incr./.(Decr.)
A. Total CCS State Only Services	\$ 86,756,000	\$ 74,006,000	\$ (12,750,000)
1. Treatment Services	32,523,000	18,693,000	(13,830,000)
2. Medical Therapy Program	56,517,000	55,804,000	(713,000)
3. Benefits Policy Changes	(2,193,000)	(397,000)	1,796,000
4. Enroll/Assessment Fees	(91,000)	(94,000)	(3,000)
B. CCS Administration			
1. County Administration	11,336,000	11,336,000	-
2. Fiscal Intermediary	415,000	543,000	128,000
TOTAL CCS STATE ONLY PROGRAM	\$ 98,507,000	\$ 85,885,000	\$ (12,622,000)
A. Healthy Families Program			
1. Treatment Services	204,705,000	21,262,000	(183,443,000)
2. Benefits Policy Changes	(184,912,800)	(1,199,000)	183,713,800
B. Healthy Families Administration			
1. County Administration	567,000	956,000	389,000
2. Fiscal Intermediary	44,000	101,000	57,000
TOTAL HEALTHY FAMILIES PROGRAM	\$ 20,403,200	\$ 21,120,000	\$ 716,800
TOTAL CCS PROGRAM	\$ 118,910,200	\$ 107,005,000	\$ (11,905,200)

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, General Fund and Federal Funds
Fiscal Year 2013-14

May 2014 Estimate Compared to Appropriation, General Fund			
	Appropriation	May 2014 Est.	Difference
	FY 2013-14	FY 2013-14	Incr./.(Decr.)
A. Total CCS State Only Services	\$ (3,000)	\$ (1,022,000)	\$ (1,019,000)
1. Treatment Services	32,523,000	18,693,000	(13,830,000)
2. Medical Therapy Program	56,517,000	55,804,000	(713,000)
3. Benefits Policy Changes	(2,193,000)	(397,000)	1,796,000
4. Enroll/Assessment Fees	(91,000)	(94,000)	(3,000)
5. HF Safety Net Care Pool	(86,759,000)	(75,028,000)	11,731,000
B. CCS Administration			
1. County Administration	6,074,000	6,074,000	-
2. Fiscal Intermediary	415,000	543,000	128,000
TOTAL CCS STATE ONLY PROGRAM	\$ 6,486,000	\$ 5,595,000	\$ (891,000)
A. Healthy Families Program			
1. Treatment Services	49,997,000	5,193,000	(44,804,000)
2. Benefits Policy Changes	(45,107,300)	(254,000)	44,853,300
B. Healthy Families Administration			
1. County Administration	120,000	203,000	83,000
2. Fiscal Intermediary	15,600	35,400	19,800
TOTAL HEALTHY FAMILIES PROGRAM	\$ 5,025,300	\$ 5,177,400	\$ 152,100
TOTAL CCS PROGRAM	\$ 11,511,300	\$ 10,772,400	\$ (738,900)

May 2014 Estimate Compared to Appropriation, Federal Funds			
	Appropriation	May 2014 Est.	Difference
	FY 2013-14	FY 2013-14	Incr./.(Decr.)
A. Total CCS State Only Services	\$ 86,759,000	\$ 75,028,000	\$ (11,731,000)
1. Title XIX Health Care Support Fund	86,759,000	75,028,000	(11,731,000)
B. CCS Administration			
1. County Administration	5,262,000	5,262,000	-
TOTAL CCS STATE ONLY PROGRAM	\$ 92,021,000	\$ 80,290,000	\$ (11,731,000)
A. Healthy Families Program - Title XXI			
1. Treatment Services	154,708,000	16,069,000	(138,639,000)
2. Benefits Policy Changes	(139,805,500)	(945,000)	138,860,500
B. Healthy Families Administration - Title XXI			
1. County Administration	447,000	753,000	306,000
2. Fiscal Intermediary	28,400	65,600	37,200
TOTAL HEALTHY FAMILIES PROGRAM	\$ 15,377,900	\$ 15,942,600	\$ 564,700
TOTAL CCS PROGRAM	\$ 107,398,900	\$ 96,232,600	\$ (11,166,300)

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, Total Funds
Fiscal Year 2014-15

May 2014 Estimate Compared to November 2013 Estimate, Total Funds			
	Nov. 2013 Est. FY 2014-15	May 2014 Est. FY 2014-15	Difference Incr./(Decr.)
A. Total CCS State Only Services	\$ 80,816,000	\$ 79,506,000	\$ (1,310,000)
1. Treatment Services	25,040,000	22,647,000	(2,393,000)
2. Medical Therapy Program	56,309,000	57,057,000	748,000
3. Benefits Policy Changes	(443,000)	(104,000)	339,000
4. Enroll/Assessment Fees	(90,000)	(94,000)	(4,000)
B. CCS Administration			
1. County Administration	11,599,000	11,556,000	(43,000)
2. Fiscal Intermediary	501,000	582,000	81,000
TOTAL CCS STATE ONLY PROGRAM	\$ 92,916,000	\$ 91,644,000	\$ (1,272,000)
A. Healthy Families Program			
1. Treatment Services	204,705,000	4,316,000	(200,389,000)
2. Benefits Policy Changes	(203,749,000)	(199,000)	203,550,000
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	2,000	20,000	18,000
TOTAL HEALTHY FAMILIES PROGRAM	\$ 958,000	\$ 4,137,000	\$ 3,179,000
TOTAL CCS PROGRAM	\$ 93,874,000	\$ 95,781,000	\$ 1,907,000

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, General Fund and Federal Funds
Fiscal Year 2014-15

May 2014 Estimate Compared to November 2013 Estimate, General Fund			
	Nov. 2013 Est. FY 2014-15	May 2014 Est. FY 2014-15	Difference Incr./ (Decr.)
A. Total CCS State Only Services	\$ 9,411,000	\$ 10,175,000	\$ 764,000
1. Treatment Services	25,040,000	22,647,000	(2,393,000)
2. Medical Therapy Program	56,309,000	57,057,000	748,000
3. Benefits Policy Changes	(443,000)	(104,000)	339,000
4. Enroll/Assessment Fees	(90,000)	(94,000)	(4,000)
5. HF Safety Net Care Pool	(71,405,000)	(69,331,000)	2,074,000
B. CCS Administration			
1. County Administration	6,337,000	6,294,000	(43,000)
2. Fiscal Intermediary	501,000	582,000	81,000
TOTAL CCS STATE ONLY PROGRAM	\$ 16,249,000	\$ 17,051,000	\$ 802,000
A. Healthy Families Program			
1. Treatment Services	49,997,000	1,054,000	(48,943,000)
2. Benefits Policy Changes	(49,233,000)	(42,000)	49,191,000
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	600	7,000	6,400
TOTAL HEALTHY FAMILIES PROGRAM	\$ 764,600	\$ 1,019,000	\$ 254,400
TOTAL CCS PROGRAM	\$ 17,013,600	\$ 18,070,000	\$ 1,056,400

May 2014 Estimate Compared to November 2013 Estimate, Federal Funds			
	Nov. 2013 Est. FY 2014-15	May 2014 Est. FY 2014-15	Difference Incr./ (Decr.)
A. Total CCS State Only Services	\$ 71,405,000	\$ 69,331,000	\$ (2,074,000)
1. Title XIX Health Care Support Fund	71,405,000	69,331,000	(2,074,000)
B. CCS Administration			
1. County Administration	5,262,000	5,262,000	-
TOTAL CCS STATE ONLY PROGRAM	\$ 76,667,000	\$ 74,593,000	\$ (2,074,000)
A. Healthy Families Program - Title XXI			
1. Treatment Services	154,708,000	3,262,000	(151,446,000)
2. Benefits Policy Changes	(154,516,000)	(157,000)	154,359,000
B. Healthy Families Administration - Title XXI			
1. County Administration	-	-	-
2. Fiscal Intermediary	1,400	13,000	11,600
TOTAL HEALTHY FAMILIES PROGRAM	\$ 193,400	\$ 3,118,000	\$ 2,924,600
TOTAL CCS PROGRAM	\$ 76,860,400	\$ 77,711,000	\$ 850,600

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, Total Funds
Budget Year Compared to Current Year

May 2014 Estimate, FY 2013-14 Compared to FY 2014-15, Total Funds			
	May 2014 Est.	May 2014 Est.	Difference
	FY 2013-14	FY 2014-15	Incr./.(Decr.)
A. Total CCS State Only Services	\$ 74,006,000	\$ 79,506,000	\$ 5,500,000
1. Treatment Services	18,693,000	22,647,000	3,954,000
2. Medical Therapy Program	55,804,000	57,057,000	1,253,000
3. Benefits Policy Changes	(397,000)	(104,000)	293,000
4. Enroll/Assessment Fees	(94,000)	(94,000)	-
B. CCS Administration			
1. County Administration	11,336,000	11,556,000	220,000
2. Fiscal Intermediary	543,000	582,000	39,000
TOTAL CCS STATE ONLY PROGRAM	\$ 85,885,000	\$ 91,644,000	\$ 5,759,000
			-
A. Healthy Families Program			-
1. Treatment Services	21,262,000	4,316,000	(16,946,000)
2. Benefits Policy Changes	(1,199,000)	(199,000)	1,000,000
B. Healthy Families Administration			
1. County Administration	956,000	-	(956,000)
2. Fiscal Intermediary	101,000	20,000	(81,000)
TOTAL HEALTHY FAMILIES PROGRAM	\$ 21,120,000	\$ 4,137,000	\$ (16,983,000)
TOTAL CCS PROGRAM	\$ 107,005,000	\$ 95,781,000	\$ (11,224,000)

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, General Fund and Federal Funds
Budget Year Compared to Current Year

May 2014 Estimate, FY 2013-14 Compared to FY 2014-15, General Fund			
	May 2014 Est. FY 2013-14	May 2014 Est. FY 2014-15	Difference Incr./.(Decr.)
A. Total CCS State Only Services	<u>\$ (1,022,000)</u>	<u>\$ 10,175,000</u>	<u>\$ 11,197,000</u>
1. Treatment Services	18,693,000	22,647,000	3,954,000
2. Medical Therapy Program	55,804,000	57,057,000	1,253,000
3. Benefits Policy Changes	(397,000)	(104,000)	293,000
4. Enroll/Assessment Fees	(94,000)	(94,000)	-
5. HF Safety Net Care Pool	(75,028,000)	(69,331,000)	5,697,000
B. CCS Administration			
1. County Administration	6,074,000	6,294,000	220,000
2. Fiscal Intermediary	543,000	582,000	39,000
TOTAL CCS STATE ONLY PROGRAM	<u>\$ 5,595,000</u>	<u>\$ 17,051,000</u>	<u>\$ 11,456,000</u>
A. Healthy Families Program			
1. Treatment Services	5,193,000	1,054,000	(4,139,000)
2. Benefits Policy Changes	(254,000)	(42,000)	212,000
B. Healthy Families Administration			
1. County Administration	203,000	-	(203,000)
2. Fiscal Intermediary	35,400	7,000	(28,400)
TOTAL HEALTHY FAMILIES PROGRAM	<u>\$ 5,177,400</u>	<u>\$ 1,019,000</u>	<u>\$ (4,158,400)</u>
TOTAL CCS PROGRAM	<u>\$ 10,772,400</u>	<u>\$ 18,070,000</u>	<u>\$ 7,297,600</u>

May 2014 Estimate, FY 2013-14 Compared to FY 2014-15, Federal Funds			
	May 2014 Est. FY 2013-14	May 2014 Est. FY 2014-15	Difference Incr./.(Decr.)
A. Total CCS State Only Services	<u>\$ 75,028,000</u>	<u>\$ 69,331,000</u>	<u>\$ (5,697,000)</u>
1. Title XIX Health Care Support Fund	75,028,000	69,331,000	(5,697,000)
B. CCS Administration			
1. County Administration	5,262,000	5,262,000	-
TOTAL CCS STATE ONLY PROGRAM	<u>\$ 80,290,000</u>	<u>\$ 74,593,000</u>	<u>\$ (5,697,000)</u>
A. Healthy Families Program - Title XXI			
1. Treatment Services	16,069,000	3,262,000	(12,807,000)
2. Benefits Policy Changes	(945,000)	(157,000)	788,000
B. Healthy Families Administration - Title XXI			
1. County Administration	753,000	-	(753,000)
2. Fiscal Intermediary	65,600	13,000	(52,600)
TOTAL HEALTHY FAMILIES PROGRAM	<u>\$ 15,942,600</u>	<u>\$ 3,118,000</u>	<u>\$ (12,824,600)</u>
TOTAL CCS PROGRAM	<u>\$ 96,232,600</u>	<u>\$ 77,711,000</u>	<u>\$ (18,521,600)</u>

CALIFORNIA CHILDREN'S SERVICES
Comparison of Assumed Fiscal Impacts of Policy Changes

Fiscal Year 2013-14, Comparison of May 2014 and November 2013 Estimates								
POLICY CHG.		NOVEMBER 2013 ESTIMATE		MAY 2014 ESTIMATE		DIFFERENCE, Incr./(Decr.)		
TYPE	NO. DESCRIPTION	TOTAL FUNDS	STATE FUNDS	TOTAL FUNDS	STATE FUNDS	TOTAL FUNDS	STATE FUNDS	
CCS STATE ONLY								
Other	1	ENROLLMENT AND ASSESSMENT FEES	-\$91,000	-\$91,000	-\$94,000	-\$94,000	-\$3,000	-\$3,000
Co. Admin.	2A	COUNTY ADMINISTRATIVE COSTS - CCS STATE ONLY	\$11,336,000	\$11,336,000	\$11,336,000	\$11,336,000	\$0	\$0
	FI	3A FISCAL INTERMEDIARY EXPENDITURES - CCS STATE ONLY	\$79,000	\$79,000	\$160,000	\$160,000	\$81,000	\$81,000
	FI	4A FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS STATE ONLY	\$26,000	\$26,000	\$20,000	\$20,000	-\$6,000	-\$6,000
	FI	5A CMS NET - CCS STATE ONLY	\$376,000	\$376,000	\$363,000	\$363,000	-\$13,000	-\$13,000
Other	6	MH/UCD & BTR - SAFETY NET CARE POOL	\$0	\$0	\$0	\$0	\$0	\$0
Co. Admin.	7	TITLE V REIMBURSEMENT FROM CDPH	\$0	-\$5,262,000	\$0	-\$5,262,000	\$0	\$0
Benefits	8A	CCS DRUG REBATES	-\$241,000	-\$241,000	-\$387,000	-\$387,000	-\$146,000	-\$146,000
Benefits	12A	DRG - INPATIENT HOSPITAL REIMBURSEMENT METHODOLOGY	-\$82,000	-\$82,000	-\$10,000	-\$10,000	\$72,000	\$72,000
			\$11,403,000	\$6,141,000	\$11,388,000	\$6,126,000	-\$15,000	-\$15,000
CCS-HFP								
Co. Admin.	2B	COUNTY ADMINISTRATIVE COSTS - CCS-HFP	\$23,638,000	\$5,014,000	\$23,638,000	\$5,014,000	\$0	\$0
	FI	3B FISCAL INTERMEDIARY EXPENDITURES - CCS-HFP	\$102,000	\$36,000	\$83,000	\$29,000	-\$19,000	-\$7,000
	FI	4B FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS-HFP	\$63,000	\$22,100	\$4,000	\$1,400	-\$59,000	-\$20,700
	FI	5B CMS NET - CCS-HFP	\$472,000	\$165,000	\$14,000	\$5,000	-\$458,000	-\$160,000
Benefits	8B	CCS-HFP DRUG REBATES	-\$454,000	-\$96,000	-\$1,199,000	-\$254,000	-\$745,000	-\$158,000
Benefits	9B	CCS-HFP INPATIENT REIMBURSEMENT	-\$15,515,000	-\$3,291,000	\$0	\$0	\$15,515,000	\$3,291,000
Benefits	10	TRANSITION OF CCS HFP CHILDREN TO MEDI-CAL	-\$147,617,000	-\$36,046,000	\$0	\$0	\$147,617,000	\$36,046,000
Co. Admin.	11	TRANSITION OF CCS HFP CHILDREN TO MEDI-CAL - ADMIN	-\$22,682,000	-\$4,811,000	-\$22,682,000	-\$4,811,000	\$0	\$0
Benefits	12B	DRG - INPATIENT HOSPITAL REIMBURSEMENT METHODOLOGY	-\$214,000	-\$45,000	\$0	\$0	\$214,000	\$45,000
	FI	13 TRANSITION OF CCS-HFP TO MEDI-CAL - FI EXPENDITURES	-\$42,000	-\$15,000	\$0	\$0	\$42,000	\$15,000
	FI	14 TRANSITION OF CCS-HFP TO MEDI-CAL - FI EXPENDITURES (DENTAL)	-\$59,000	-\$21,000	\$0	\$0	\$59,000	\$21,000
	FI	15 TRANSITION OF CCS-HFP TO MEDI-CAL - CMS NET	-\$453,000	-\$159,000	\$0	\$0	\$453,000	\$159,000
			-\$162,761,000	-\$39,246,900	-\$142,000	-\$15,600	\$162,619,000	\$39,231,300
		CCS TOTAL	<u>-\$151,358,000</u>	<u>-\$33,105,900</u>	<u>\$11,246,000</u>	<u>\$6,110,400</u>	<u>\$162,604,000</u>	<u>\$39,216,300</u>

¹ Funds are referenced separately in the CCS Funding Sources pages.

**CALIFORNIA CHILDREN'S SERVICES
Comparison of Assumed Fiscal Impacts of Policy Changes**

Fiscal Year 2014-15, Comparison of May 2014 and November 2013 Estimates								
POLICY CHG. TYPE	NO.	DESCRIPTION	NOVEMBER 2013 ESTIMATE		MAY 2014 ESTIMATE		DIFFERENCE, Incr./(Decr.)	
			TOTAL FUNDS	STATE FUNDS	TOTAL FUNDS	STATE FUNDS	TOTAL FUNDS	STATE FUNDS
CCS STATE ONLY								
Other	1	ENROLLMENT AND ASSESSMENT FEES	-\$90,000	-\$90,000	-\$94,000	-\$94,000	-\$4,000	-\$4,000
Co. Admin.	2A	COUNTY ADMINISTRATIVE COSTS - CCS STATE ONLY	\$11,599,000	\$11,599,000	\$11,556,000	\$11,556,000	-\$43,000	-\$43,000
FI	3A	FISCAL INTERMEDIARY EXPENDITURES - CCS STATE ONLY	\$97,000	\$97,000	\$198,000	\$198,000	\$101,000	\$101,000
FI	4A	FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS STATE ONLY	\$29,000	\$29,000	\$23,000	\$23,000	-\$6,000	-\$6,000
FI	5A	CMS NET - CCS STATE ONLY	\$375,000	\$375,000	\$361,000	\$361,000	-\$14,000	-\$14,000
Other	6	MH/UCD & BTR - SAFETY NET CARE POOL	\$0	\$0	\$0	\$0	\$0	\$0
Co. Admin.	7	TITLE V REIMBURSEMENT FROM CDPH	\$0	-\$5,262,000	\$0	-\$5,262,000	\$0	\$0
Benefits	8A	CCS DRUG REBATES	-\$217,000	-\$217,000	-\$44,000	-\$44,000	\$173,000	\$173,000
Benefits	12A	DRG - INPATIENT HOSPITAL REIMBURSEMENT METHODOLOGY	-\$226,000	-\$226,000	-\$60,000	-\$60,000	-\$144,000	-\$144,000
			\$11,567,000	\$6,305,000	\$11,940,000	\$6,678,000	\$373,000	\$373,000
CCS-HFP								
Co. Admin.	2B	COUNTY ADMINISTRATIVE COSTS - CCS-HFP	\$23,638,000	\$5,014,000	\$0	\$0	-\$23,638,000	-\$5,014,000
FI	3B	FISCAL INTERMEDIARY EXPENDITURES - CCS-HFP	\$102,000	\$36,000	\$20,000	\$7,000	-\$82,000	-\$29,000
FI	4B	FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS-HFP	\$63,000	\$22,100	\$0	\$0	-\$63,000	-\$22,100
FI	5B	CMS NET - CCS-HFP	\$470,000	\$164,500	\$0	\$0	-\$470,000	-\$164,500
Benefits	8B	CCS-HFP DRUG REBATES	-\$454,000	-\$96,000	-\$199,000	-\$42,000	\$255,000	\$54,000
Benefits	9B	CCS-HFP INPATIENT REIMBURSEMENT	-\$15,515,000	-\$3,291,000	\$0	\$0	\$15,515,000	\$3,291,000
Benefits	10	TRANSITION OF CCS HFP CHILDREN TO MEDI-CAL	-\$187,566,000	-\$45,801,000	\$0	\$0	\$187,566,000	\$45,801,000
Co. Admin.	11	TRANSITION OF CCS HFP CHILDREN TO MEDI-CAL - ADMIN	-\$23,638,000	-\$5,014,000	\$0	\$0	\$23,638,000	\$5,014,000
Benefits	12B	DRG - INPATIENT HOSPITAL REIMBURSEMENT METHODOLOGY	-\$214,000	-\$45,000	\$0	\$0	\$214,000	\$45,000
FI	13	TRANSITION OF CCS-HFP TO MEDI-CAL - FI EXPENDITURES	-\$100,000	-\$35,000	\$0	\$0	\$100,000	\$35,000
FI	14	TRANSITION OF CCS-HFP TO MEDI-CAL - FI EXPENDITURES (DENTAL)	-\$63,000	-\$22,000	\$0	\$0	\$63,000	\$22,000
FI	15	TRANSITION OF CCS-HFP TO MEDI-CAL - CMS NET	-\$470,000	-\$165,000	\$0	\$0	\$470,000	\$165,000
			-\$203,747,000	-\$49,232,400	-\$179,000	-\$35,000	\$203,568,000	\$49,197,400
		CCS TOTAL	-\$192,180,000	-\$42,927,400	\$11,761,000	\$6,643,000	\$203,941,000	\$49,570,400

¹ Funds are referenced separately in the CCS Funding Sources pages.

ENROLLMENT AND ASSESSMENT FEES

POLICY CHANGE NUMBER: 1
IMPLEMENTATION DATE: 7/1994
ANALYST: Karen Fairgrievies

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	-\$94,000	-\$94,000
	- GENERAL FUND	-\$94,000	-\$94,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	-\$94,000	-\$94,000
	- GENERAL FUND	-\$94,000	-\$94,000
	- COUNTY FUNDS	-\$94,000	-\$94,000

Purpose:

This policy change estimates the total collected annual assessment fees and enrollment fees from California Children's Services (CCS) clients.

Authority:

Budget Act Control Provision

Interdependent Policy Changes:

Not Applicable

Background:

The CCS program requires an annual assessment fee and an annual enrollment fee. The fees are based on family income and CCS services received. Fees received are split 50/50 between the State and the counties by offsetting the counties' allocated fee revenues against the State's portion of reimbursements to the counties.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

1. The enrollment and assessment fees are estimated using the trend in enrollment and assessment fees received for September 2004 - June 2013.

	<u>FY 2013-14</u>	<u>FY 2014-15</u>
Enrollment Fees:	\$134,000	\$134,000
Assessment Fees:	\$ 53,000	\$ 53,000
Total:	\$187,000 (\$94,000 GF Offset)	\$187,000 (\$94,000 GF Offset)

Funding:

General Fund (4260-111-0001)

County Funds*

* Not Included in Total Funds

COUNTY ADMINISTRATIVE COSTS - CCS STATE ONLY

POLICY CHANGE NUMBER: 2A
IMPLEMENTATION DATE: 7/2003
ANALYST: Karen Fairgrievs

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	\$11,336,000	\$11,556,000
	- GENERAL FUND	\$11,336,000	\$11,556,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$11,336,000	\$11,556,000
	- GENERAL FUND	\$11,336,000	\$11,556,000
	- COUNTY FUNDS	\$11,336,000	\$11,556,000

Purpose:

This policy change estimates the county administrative costs of California Children's Services (CCS) State Only Program.

Authority:

Health & Safety Code 123955(a)(e)

Interdependent Policy Changes:

Not Applicable

Background:

Beginning in FY 2003-04, a portion of County Administrative Costs is being claimed under CCS State Only. The State reimburses counties for 50% of their CCS State Only actual case management administrative costs.

Reason for Change from Prior Estimate:

Additional CCS Caseload data available.

Methodology:

1. For FY 2013-14, the CCS State Only base county administration reimbursement level is based on budgeted county expenditures for FY 2013-14 in the May 2013 Estimate:

FY 2013-14 : \$22,672,000 (\$11,336,000 GF) (Includes County Funds)

2. Based on the May 2014 Family Health Estimate, caseload is expected to increase by 1.94% from FY 2013-14 to FY 2014-15.

$\$22,672,000 \times 1.94\% = \$439,000$

$\$22,672,000 + \$439,000 = \$23,111,000$

FY 2014-15 : \$23,111,000 (\$11,556,000 GF) (Includes County Funds)

Funding:

General Fund (4260-111-0001)

County Funds*

* Not included in Total Funds

COUNTY ADMINISTRATIVE COSTS - CCS-HFP

POLICY CHANGE NUMBER: 2B
IMPLEMENTATION DATE: 7/2003
ANALYST: Karen Fairgrievs

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	\$23,638,000	\$0
	- GENERAL FUND	\$5,014,000	\$0
	- FEDERAL FUNDS TITLE XXI	\$18,624,000	\$0
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$23,638,000	\$0
	- GENERAL FUND	\$5,014,000	\$0
	- FEDERAL FUNDS TITLE XXI	\$18,624,000	\$0
	- COUNTY FUNDS	\$5,014,000	\$0

Purpose:

This policy change estimates the county administrative costs of California Children's Services (CCS) Healthy Family Program (HFP).

Authority:

Health & Safety Code 123955(a)(e)

Interdependent Policy Changes:

PC 11 Transition of CCS HFP Children to Medi-Cal - Admin

Background:

Beginning in FY 2003-04, a portion of County Administrative Costs is being claimed under CCS-HFP. The State reimburses counties for 50% of the non-federal share of actual CCS-HFP case management administrative costs. Effective January 1, 2013, HFP subscribers began transitioning into Medi-Cal through a phase-in methodology.

Reason for Change from Prior Estimate:

There is no change to FY 2013-14. The CCS-HFP programs completed the transition to Medi-Cal's OTLICP in November 2013 and no FY 2014-15 costs will be incurred.

Methodology:

1. For FY 2013-14, the CCS-HFP base county administration reimbursement level is based on budgeted county expenditures for FY 2013-14 in the May 2013 Estimate:

FY 2013-14 : \$28,652,000 (\$5,014,000 GF) (Includes County Funds)

2. During FY 2013-14, the Healthy Families program transitioned into Medi-Cal. The County Administrative Costs also shift to Medi-Cal and are now budgeted in the CCS Case Management policy change in the Medi-Cal Local Assistance Estimate.

FY 2013-14	TF	GF	FF	CF
Initial allocation	\$23,638,000	\$5,014,000	\$18,624,000	\$5,014,000
PC 11	<u>-\$22,682,000</u>	<u>-\$4,811,000</u>	<u>-\$17,871,000</u>	<u>-\$4,811,000</u>
CCS-HFP	\$956,000	\$203,000	\$753,000	\$203,000

Funding:

65% Title XXI / 17.5% GF / 17.5% CF* (4260-111-0001/0890)

*County Funds (CF), not included in total funds

FISCAL INTERMEDIARY EXPENDITURES - CCS STATE ONLY

POLICY CHANGE NUMBER: 3A
IMPLEMENTATION DATE: 7/1993
ANALYST: Raman Pabla

	<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST - TOTAL FUNDS	\$160,000	\$198,000
- GENERAL FUND	\$160,000	\$198,000
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$160,000	\$198,000
- GENERAL FUND	\$160,000	\$198,000

Purpose:

This policy change estimates the expenditures paid to the medical fiscal intermediary (FI) for the administrative cost of adjudicating California Children's Services (CCS) State Only medical claims.

Authority:

Health & Safety Code 123822

Interdependent Policy Changes:

Not Applicable

Background:

CCS medical claims are paid by the medical FI. Administrative costs are reimbursed based on cost per adjudicated claim line (ACL).

Reason for Change from Prior Estimate:

Updated data became available for claim months.

Methodology:

1. The estimated medical FI administrative costs are:

<u>FY 2013-14</u>	<u>Estimated ACLs</u>	<u>Ave Cost per ACLs</u>	<u>Estimated ACL Expenditure</u>
General ACLs	184,796	\$ 0.75	\$ 139,000
Online ACLs	47,068	\$ 0.44	\$ 21,000
Total FY 2013-14			\$ 160,000

FY 2014-15

General ACLs	188,373	\$	0.88	\$	166,000
Online ACLs	47,979	\$	0.67	\$	32,000
Total FY 2014-15				\$	198,000

Funding:

100% GF (4260-111-0001)

FISCAL INTERMEDIARY EXPENDITURES - CCS-HFP

POLICY CHANGE NUMBER: 3B
IMPLEMENTATION DATE: 7/2003
ANALYST: Raman Pabla

	<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST - TOTAL FUNDS	\$83,000	\$20,000
- GENERAL FUND	\$29,000	\$7,000
- FEDERAL FUNDS TITLE XXI	\$54,000	\$13,000
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$83,000	\$20,000
- GENERAL FUND	\$29,000	\$7,000
- FEDERAL FUNDS TITLE XXI	\$54,000	\$13,000

Purpose:

This policy change estimates the expenditures paid to the medical fiscal intermediary (FI) for the administrative cost of adjudicating California Children's Services (CCS) - Healthy Families medical claims.

Authority:

Health & Safety Code 123822

Interdependent Policy Changes:

Not Applicable

Background:

CCS medical claims are paid by the medical FI. Administrative costs are reimbursed based on cost per adjudicated claim line (ACL).

Reason for Change from Prior Estimate:

Updated data became available for claim months.

Methodology:

1. The estimated medical FI administrative costs are:

<u>FY 2013-14</u>	<u>Estimated ACLs</u>	<u>Ave Cost per ACLs</u>	<u>Estimated ACL Expenditure</u>
General ACLs	110,548	\$ 0.75	\$ 83,000
Total FY 2013-14			\$ 83,000 (\$29,000 GF)

FY 2014-15

General ACLs	23,215	\$	0.88	\$	20,000
Total FY 2014-15				\$	20,000 (\$7,000 GF)

Funding:

65% Title XXI / 35% GF (4260-113-0001/0890)

FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS STATE ONLY

POLICY CHANGE NUMBER: 4A
IMPLEMENTATION DATE: 8/2003
ANALYST: Erickson Chow

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	\$20,000	\$23,000
	- GENERAL FUND	\$20,000	\$23,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$20,000	\$23,000
	- GENERAL FUND	\$20,000	\$23,000

Purpose:

This policy change estimates the expenditures paid to the dental fiscal intermediary, Delta Dental, for the administrative cost of adjudicating the California Children's Services (CCS) State Only dental claims.

Authority:

Health & Safety Code 123822

Interdependent Policy Changes:

Not Applicable

Background:

CCS State Only dental claims are adjudicated by Delta Dental and administrative costs are reimbursed based on cost per adjudicated claim line (ACL) and Treatment Authorization Request (TAR).

Beginning FY 2012-13, the Department reimburses Delta Dental for indirect costs related to CCS State Only dental claims.

Reason for Change from Prior Estimate:

Updated data became available for claim months August 2013 to February 2014. The amount of enrollees has decreased from the previous years.

Methodology:

1. Assume CCS State Only dental ACLs & TARs rates are \$1.35 and \$7.87, respectively.

2. Assume the indirect cost per ACLs & TARs are \$1.12 and \$1.17, respectively, and will be included in the rate.

	<u>Estimated</u>		<u>Rates</u>		<u>Estimated</u>	
FY 2013-14	<u>Claims</u>				<u>Expenditure</u>	
ACLs	6,226	\$	2.47	\$	15,000	
TARs	501	\$	9.04	\$	5,000	
Total FY 2013-14				\$	20,000	(\$20,000 GF)
FY 2014-15						
ACLs	7,392	\$	2.47	\$	18,000	
TARs	591	\$	9.04	\$	5,000	
Total FY 2014-15				\$	23,000	(\$23,000 GF)

Funding:

100% GF (4260-111-0001)

FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS-HFP

POLICY CHANGE NUMBER: 4B
IMPLEMENTATION DATE: 8/2003
ANALYST: Erickson Chow

	<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST - TOTAL FUNDS	\$4,000	\$0
- GENERAL FUND	\$1,400	\$0
- FEDERAL FUNDS TITLE XXI	\$2,600	\$0
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$4,000	\$0
- GENERAL FUND	\$1,400	\$0
- FEDERAL FUNDS TITLE XXI	\$2,600	\$0

Purpose:

This policy change estimates the expenditures paid to the dental fiscal intermediary, Delta Dental, for the administrative cost of adjudicating the California Children's Services (CCS) Healthy Family Program (HFP) dental claims.

Authority:

Health & Safety Code 123822

Interdependent Policy Changes:

PC 17 Transition of CCS-HFP to Medi-Cal - FI Expenditures (Dental)

Background:

CCS-HFP dental claims are adjudicated by Delta Dental and administrative costs are reimbursed based on cost per adjudicated claim line (ACL) and Treatment Authorization Request (TAR).

Beginning FY 2012-13, the Department will reimburse Delta Dental for indirect costs related to CCS-HFP dental claims.

Reason for Change from Prior Estimate:

Updated data became available for claim months August 2013 to February 2014. The amount of enrollees has decreased from the previous years due to the HFP transition to Medi-Cal.

Methodology:

1. Assume CCS-HFP dental ACLs & TARs rates are \$1.35 and \$7.87, respectively.

2. Assume the indirect cost per ACLs & TARs are \$1.12 and \$1.17, respectively, and will be included in the rate.

3. The transition to HFP is reflected in Transition of CCS-HFP to Medi-Cal - FI Expenditures (Dental) policy change

FY 2013-14	<u>Estimated</u>		<u>Rates</u>		<u>Estimated</u>	
	<u>Claims</u>				<u>Expenditure</u>	
ACLs	1,380	\$	2.47	\$	3,000	
TARs	72	\$	9.04	\$	1,000	
Total FY 2013-14					4,000	(\$1,400 GF)

Funding:

Title XXI 35/65 FFP (4260-111-0001/0890)

CMS NET - CCS STATE ONLY

POLICY CHANGE NUMBER: 5A
IMPLEMENTATION DATE: 7/2004
ANALYST: Karen Fairgrievies

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	\$363,000	\$361,000
	- GENERAL FUND	\$363,000	\$361,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$363,000	\$361,000
	- GENERAL FUND	\$363,000	\$361,000

Purpose:

This policy change estimates the costs for Children's Medical Services Network (CMS Net).

Authority:

AB 442 (Chapter 1161, Statutes of 2002)
 Health & Safety Code 123800

Interdependent Policy Changes:

Not Applicable

Background:

The California Children's Services (CCS) program utilizes the CMS Net automated system to assure case management activities such as patient registration, medical eligibility, letter generation, and authorization of services are accommodated, tracked, and documented. CMS Net was implemented in 1992 in the State regional offices and several small counties. Currently, all 58 CCS counties, 3 State CCS regional offices, and the Genetically Handicapped Persons Program utilize CMS Net.

Reason for Change from Prior Estimate:

Updated CMS Net estimated expenditures for FY 2013-14.

Methodology:

1. Effective January 1, 2013, Healthy Families Program (HFP) subscribers began a transition into Medi-Cal through a phase-in methodology. This transition population is now known as Targeted Low-Income Children's Program (TLICP).
2. CCS FY 2013-14 data processing cost is estimated to be \$3,592,000, and FY 2014-15 is \$3,577,000.

3. Based on estimated FY 2013-14 and FY 2014-15 caseload counts, costs for CMS Net are projected to be split:

	FY 2013-14			CMS Net
	<u>Caseload</u>	<u>Percentage</u>		<u>Allocation</u>
CCS State-Only	17,670	10.1%	\$	363,000
CCS HFP	682	0.4%	\$	14,000
CCS Medi-Cal	134,233	76.4%	\$	2,744,000
CCS OTLICP	<u>23,015</u>	<u>13.1%</u>	\$	<u>471,000</u>
Total	175,600	100.0%	\$	3,592,000

	FY 2014-15			CMS Net
	<u>Caseload</u>	<u>Percentage</u>		<u>Allocation</u>
CCS State-Only	18,012	10.1%	\$	361,000
CCS HFP	0	0.0%		
CCS Medi-Cal	136,925	76.9%	\$	2,751,000
CCS OTLICP	<u>23,246</u>	<u>13.0%</u>	\$	<u>465,000</u>
Total	178,183	100.0%	\$	3,577,000

4. Data processing estimated costs are based on:
- system utilization;
 - system functionality, including the Health Insurance Portability and Accountability Act (HIPAA) compliance and disaster recovery; and
 - the Stephen P. Teale Data Center base rates, including increasing licensing fees.
5. CCS State Only costs for CMS Net are 100% General Fund.

Funding:

General Fund (4260-111-0001)

CMS NET - CCS-HFP

POLICY CHANGE NUMBER: 5B
IMPLEMENTATION DATE: 7/2004
ANALYST: Karen Fairgrievies

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	\$14,000	\$0
	- GENERAL FUND	\$5,000	\$0
	- FEDERAL FUNDS TITLE XXI	\$9,000	\$0
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$14,000	\$0
	- GENERAL FUND	\$5,000	\$0
	- FEDERAL FUNDS TITLE XXI	\$9,000	\$0

Purpose:

This policy change estimates the costs for Children's Medical Services Network (CMS Net).

Authority:

AB 442 (Chapter 1161, Statutes of 2002)
 Health & Safety Code 123800

Interdependent Policy Changes:

PC 15 Transition of CCS-HFP to Medi-Cal - CMS Net

Background:

The California Children's Services (CCS) program utilizes the CMS Net automated system to assure case management activities such as patient registration, medical eligibility, letter generation, and authorization of services are accommodated, tracked, and documented. CMS Net was implemented in 1992 in the State regional offices and several small counties. Currently, all 58 CCS counties, 3 State CCS regional offices, and the Genetically Handicapped Persons Program utilize CMS Net.

Reason for Change from Prior Estimate:

CMS Net estimated expenditures were updated for FY 2013-14. The CCS-HFP programs completed the transition to Medi-Cal's OTLICP in November 2013 and no FY 2014-15 costs will be incurred.

Methodology:

1. Effective January 1, 2013, Healthy Families Program (HFP) subscribers began a transition into Medi-Cal through a phase-in methodology. This transition population is now known as Targeted Low-Income Children's Program (TLICP).

2. CCS FY 2013-14 data processing cost is estimated to be \$3,592,000, and FY 2014-15 is \$3,577,000.
3. Based on estimated FY 2013-14 and FY 2014-15 caseload counts, costs for CMS Net are projected to be split:

	FY 2013-14			CMS Net
	<u>Caseload</u>	<u>Percentage</u>		<u>Allocation</u>
CCS State-Only	17,670	10.1%	\$	363,000
CCS HFP	682	0.4%	\$	14,000
CCS Medi-Cal	134,233	76.4%	\$	2,744,000
CCS OTLICP	<u>23,015</u>	<u>13.1%</u>	\$	<u>471,000</u>
Total	175,600	100.0%	\$	3,592,000

	FY 2014-15			CMS Net
	<u>Caseload</u>	<u>Percentage</u>		<u>Allocation</u>
CCS State-Only	18,012	10.1%	\$	361,000
CCS HFP	0	0.0%	\$	-
CCS Medi-Cal	136,925	76.9%	\$	2,751,000
CCS OTLICP	<u>23,246</u>	<u>13.0%</u>	\$	<u>465,000</u>
Total	178,183	100.0%	\$	3,577,000

4. Data processing estimated costs are based on:
- system utilization;
 - system functionality, including the Health Insurance Portability and Accountability Act (HIPAA) compliance and disaster recovery; and
 - the Stephen P. Teale Data Center base rates, including increasing licensing fees.
5. CCS State Only costs for CMS Net are 100% General Fund.

Funding:

65% Title XXI / 35% GF (4260-111-0001/0890)

MH/UCD & BTR - SAFETY NET CARE POOL

POLICY CHANGE NUMBER: 6
IMPLEMENTATION DATE: 9/2005
ANALYST: Cang Ly

	<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST - TOTAL FUNDS	\$0	\$0
- GENERAL FUND	\$0	\$0
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$0	\$0
- GENERAL FUND	\$0	\$0

Purpose:

This policy change reflects the federal reimbursement received by the Department for a portion of the California Children Services (CCS) Program claims based on the certification of public expenditures (CPEs).

Authority:

SB 1100 (Chapter 560, Statutes of 2005), Welfare & Institutions Code 14166.22
 Medi-Cal Hospital/Uninsured Care Section 1115(a) Medicaid Demonstration (MH/UCD)
 California Bridge to Reform Section 1115(a) Medicaid Demonstration (BTR)

Interdependent Policy Changes:

Not Applicable

Background:

Effective September 1, 2005, based on the Special Terms and Conditions of the MH/UCD, the Department may claim federal reimbursement for the CCS from the Safety Net Care Pool (SNCP) funding established by the MH/UCD. The CCS program provides diagnostic and treatment services, medical case management, and physical and occupational therapy health care services to children under 21 years of age with CCS-eligible conditions in families unable to afford catastrophic health care costs.

The MH/UCD was extended for two months until October 31, 2010. Effective November 1, 2010, the Center for Medicare and Medicaid Services (CMS) approved a new five-year demonstration, the BTR. The Special Terms and Conditions of the new demonstration allow the State to claim federal financial participation (FFP) using the CPEs of approved Designated State Health Programs (DSHPs). The CCS program are included in the list of DSHPs. Funding for the two-month extension of the prior MH/UCD SNCP is included in the BTR. This policy change includes the impact of the BTR.

Reason for Change from Prior Estimate:

The change is due to updated program expenditures.

Methodology:

1. Total eligible expenditures have been reduced by 17.79% under the MH/UCD and 13.95% under the BTR to adjust for services provided to undocumented persons. The FFP received for CCS will be deposited in the Health Care Support Fund, Item 4260-601-7503. These funds are transferred to the Family Health Estimate. The GF savings is reflected in the Family Health Estimate. The GF savings created will be used to support safety net hospitals under the MH/UCD and BTR.
2. Under the American Recovery and Reinvestment Act of 2009 (ARRA), California's Federal Medical Assistance Percentage (FMAP) increased from 50% to 61.59% for October 1, 2008 through December 31, 2010. The Education, Jobs and Medicaid Assistance Act of 2010 added six additional months of increased FMAP. California's FMAP was 58.77% for January 1, 2011 through March 31, 2011, and 56.88% for April 1, 2011 through June 30, 2011. Because of the increased FMAP, the annual SNCP federal funds allotment increased for expenditures incurred from October 1, 2008 to August 31, 2010, resulting in additional \$423.769 million federal funds available in the SNCP. The Department claimed these funds using certified public expenditures. This policy change budgets those federal funds that are claimed using CPEs from the CCS program.
3. The Department will conduct the final reconciliations for Demonstration Year (DY) 2010-11 in FY 2013-14 and estimates that the Department will have to repay the federal government \$2.01 million in federal funds in FY 2013-14. The CCS federal reimbursements are reduced by the final reconciliation amounts in this policy change.
4. The final reconciliation for DY 2011-12 is anticipated to be completed in FY 2014-15. The Department estimates that it will have to repay the federal government \$7.707 million in federal funds in FY 2014-15. The CCS federal reimbursements are reduced by the final reconciliation amounts in this policy change.

(Dollars in Thousands)

	<u>CCS</u>	<u>GHPP</u>	<u>Total</u>
FY 2013-14			
DSHP-BTR (DY 2013-14)	\$ 77,038	\$ 44,438	\$ 121,476
DY 2010-11 Final Reconciliation	\$ (2,010)	\$ 15,099	\$ 13,089
FY 2013-14	\$ 75,028	\$ 59,537	\$ 134,565
FY 2014-15			
DSHP-BTR (DY 2014-15)	\$ 77,038	\$ 44,438	\$ 121,476
DY 2011-12 Final Reconciliation	\$ (7,707)	\$ 3,389	\$ (4,318)
FY 2014-15	\$ 69,331	\$ 47,827	\$ 117,158

Funding:

100% Health Care Support Fund (4260-601-7503)

100% GF (4260-111-0001)

TITLE V REIMBURSEMENT FROM CDPH

POLICY CHANGE NUMBER: 7
IMPLEMENTATION DATE: 7/2007
ANALYST: Raman Pabla

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	\$0	\$0
	- GENERAL FUND	-\$5,262,000	-\$5,262,000
	- FEDERAL FUNDS TITLE V	\$5,262,000	\$5,262,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$0	\$0
	- GENERAL FUND	-\$5,262,000	-\$5,262,000
	- FEDERAL FUNDS TITLE V	\$5,262,000	\$5,262,000

Purpose:

This policy change estimates the Title V grant authorized for the California Children's Services (CCS) program.

Authority:

Social Security Act 501 and 505 (42 USC 701 and 705)

Interdependent Policy Changes:

Not Applicable

Background:

The federal Title V Maternal and Child Health program provides funding for preventive and primary care services for children; infant and mothers; and children and youth with special health care needs (CYSHCN). The CCS program is California's designated CYSHCN program and, therefore, receives a portion of California's Title V funds.

The California Department of Public Health budgets for the Maternal, Child, and Adolescent Health Title V grant. Since FY 2007-08, the Title V federal funding for the CCS program has been shown as a reimbursement in the Department's Family Health Estimate.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

1. The CCS program expects to receive \$5,262,000 annually in federal Title V funding to support County Administration.

Funding:

CDPH Title V Reimbursement (4260-601-0995)

100% General Fund (4260-111-0001)

CCS DRUG REBATES

POLICY CHANGE NUMBER: 8A
IMPLEMENTATION DATE: 7/2011
ANALYST: Raman Pabla

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	-\$387,000	-\$44,000
	- GENERAL FUND	-\$387,000	-\$44,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	-\$387,000	-\$44,000
	- GENERAL FUND	-\$387,000	-\$44,000
	- COUNTY FUNDS	-\$387,000	-\$44,000

Purpose:

This policy change estimates the savings for California Children's Services (CCS) drug rebates.

Authority:

SB 1100 (Chapter 560, Statutes of 2005)
 Medi-Cal Hospital/Uninsured Care Section 1115(a) Medicaid Demonstration (MH/UCD)
 California Bridge to Reform Section 1115(a) Medicaid Demonstration (BTR)

Interdependent Policy Changes:

Not Applicable

Background:

Effective September 1, 2005, the Special Terms and Conditions of the MH/UCD, BTR, and SB 1100 provide for the Department to claim federal reimbursement for CCS service expenditures as certified public expenditures through the Safety Net Care Pool. Because of this federal funding, the program no longer qualifies as a State Pharmaceutical Assistance Program and is ineligible to collect rebates under its independent rebate contracts. However, it enabled CCS to participate in the Medi-Cal factor rebates.

Reason for Change from Prior Estimate:

FY 2013-14, collections were higher due to manufacturers catching up with prior year invoices. Since manufacturers paid large prior year invoices in FY 2013-14, the FY 2014-15 estimate reflects lower expected payments.

Methodology:

1. Estimate is based on current outstanding balances due as prior year outstanding invoices have been collected.
2. CCS drug rebate collections, through December 2013, are estimated to be:

	<u>TF</u>	<u>GF</u>	<u>CF*</u>
FY 2013-14	(\$387,000)	(\$387,000)	(\$387,000)
FY 2014-15	(\$44,000)	(\$44,000)	(\$44,000)

Funding:

Rebates Special Fund (4260-601-3079)
County Funds*

*Not Included in Total Fund

CCS-HFP DRUG REBATES

POLICY CHANGE NUMBER: 8B
IMPLEMENTATION DATE: 7/2011
ANALYST: Raman Pabla

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	-\$1,199,000	-\$199,000
	- GENERAL FUND	-\$254,000	-\$42,000
	- FEDERAL FUNDS TITLE XXI	-\$945,000	-\$157,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	-\$1,199,000	-\$199,000
	- GENERAL FUND	-\$254,000	-\$42,000
	- FEDERAL FUNDS TITLE XXI	-\$945,000	-\$157,000
	- COUNTY FUNDS	-\$254,000	-\$42,000

Purpose:

This policy change estimates the savings for California Children's Services - Healthy Families Program (CCS-HFP) drug rebates.

Authority:

SB 1100 (Chapter 560, Statutes of 2005)
 Medi-Cal Hospital/Uninsured Care Section 1115(a) Medicaid Demonstration (MH/UCD)
 California Bridge to Reform Section 1115(a) Medicaid Demonstration (BTR)

Interdependent Policy Changes:

Not Applicable

Background:

Effective September 1, 2005, the Special Terms and Conditions of the MH/UCD, BTR, and SB 1100 provide for the Department to claim federal reimbursement for CCS service expenditures as certified public expenditures through the Safety Net Care Pool. Because of this federal funding, the program no longer qualifies as a State Pharmaceutical Assistance Program and is ineligible to collect rebates under its independent rebate contracts. However, it enabled CCS to participate in the Medi-Cal factor rebates.

Reason for Change from Prior Estimate:

For FY 2013-14, collections increased due to manufacturers catching up on prior fiscal year disputed invoices. For FY 2014-15, collections decreased due to the Healthy Families transition into Medi-Cal, which was completed November 2013.

Methodology:

1. Collections are based upon outstanding invoices from FY 2009-10 thru December 2013.
2. CCS-HFP drug rebate collections, through December 2013, are estimated to be:

	<u>TF</u>	<u>GF</u>	<u>FF</u>	<u>CF*</u>
FY 2013-14	(\$1,199,000)	(\$254,000)	(\$945,000)	(\$254,000)
FY 2014-15	(\$199,000)	(\$42,000)	(\$157,000)	(\$42,000)

Funding:

Title XXI 17.5/65 (4260-111-0001/0890)
17.5 County Fund*

*Not Included in Total Fund

TRANSITION OF CCS HFP CHILDREN TO MEDI-CAL - ADMIN

POLICY CHANGE NUMBER: 11
IMPLEMENTATION DATE: 01/2013
ANALYST: Randolph Alarcio

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	-\$22,682,000	\$0
	- GENERAL FUND	-\$4,811,000	\$0
	- FEDERAL TITLE XXI	-\$17,871,000	\$0
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	-\$22,682,000	\$0
	- GENERAL FUND	-\$4,811,000	\$0
	- FEDERAL FUNDS	-\$17,871,000	\$0
	- COUNTY FUNDS	-\$4,811,000	\$0

Purpose:

This policy change estimates the administrative savings associated with transitioning the Healthy Families Program (HFP) subscribers, including the California Children's Services - HFP eligibles, into the Medi-Cal program.

Authority:

AB 1494 (Chapter 28, Statutes of 2012)

Interdependent Policy Changes:

Not Applicable

Background:

AB 1494 authorized the transition all HFP subscribers into the Medi-Cal program. Effective January 1, 2013, HFP subscribers began transitioning into Medi-Cal through a phase-in methodology.

Reason for Change from Prior Estimate:

FY 2014-15 savings have been incorporated in the base estimates.

Methodology:

1. Effective January 1, 2013, CCS-HFP eligibles began transitioning into Medi-Cal. The final phase will transition to Medi-Cal on November 1, 2013.

2. Administrative savings are estimated to be:

	<u>TF</u>	<u>GF</u>	<u>FFP</u>	<u>CF*</u>
FY 2013-14	(\$22,682,000)	(\$4,811,000)	(\$17,871,000)	(\$4,811,000)
FY 2014-15	\$0	\$0	\$0	\$0

Funding:

65% Title XXI FFP / 17.5% GF (4260-111-0001/0890)

17.5% County Funds*

* Not included in Total Fund

DRG - INPATIENT HOSPITAL REIMBURSEMENT METHODOLOGY

POLICY CHANGE NUMBER: 12A
IMPLEMENTATION DATE: 7/2013
ANALYST: Cang Ly

		<u>FY 2013-14</u>	<u>FY 2014-15</u>
FULL YEAR COST	- TOTAL FUNDS	-\$54,000	-\$107,000
	- GENERAL FUND	-\$54,000	-\$107,000
PAYMENT LAG		0.7595	0.8732
% REFLECTED IN BASE		75.78%	35.37%
APPLIED TO BASE	- TOTAL FUNDS	-\$10,000	-\$60,000
	- GENERAL FUND	-\$10,000	-\$60,000
	- COUNTY FUNDS	-\$9,900	-\$60,400

Purpose:

This policy change estimates savings that will occur in the California Children's Services (CCS) State-Only by implementing the Diagnosis Related Group (DRG) payment methodology for private and Non-Designated Public Hospital (NDPH) hospital inpatient services and freezing rates at the July 1, 2013 level.

Authority:

SB 853 (Chapter 717, Statutes of 2010), Welfare & Institutions (W&I) Code, section 14105.28

Interdependent Policy Changes:

Not Applicable

Background:

SB 853 mandated the design and implementation of a new payment methodology for hospital inpatient services provided to Medi-Cal beneficiaries based upon DRGs. The DRG payment methodology replaces the previous payment methods.

Previously, private hospitals and NDPHs received reimbursement for Medi-Cal fee-for-service (FFS) acute inpatient services according to the negotiated per-diem rates under the Selective Provider Contracting Program (SPCP). Contract hospitals bill for some services carved-out of the per-diem charges separately. For non-contract hospitals, Medi-Cal reimburses FFS inpatient services with cost-based interim per-diem rates.

Under the previous payment system, these hospitals billed Medi-Cal the daily inpatient service charges on a per day usage. Providers received payment for the actual number of days a beneficiary remained in their care, and not on a diagnosis or treatment strategy basis.

On July 1, 2013, the Department transitioned private hospitals to a DRG payment system which correlates reimbursement to the Medi-Cal beneficiary's assigned DRG. DRG reimbursement is designed to treat all patients assigned to a specific DRG as having a similar clinical condition requiring similar interventions.

NDPHs continued to receive payments under the previous methodology through December 31, 2013. These hospitals transitioned to a DRG payment system on January 1, 2014.

Pursuant to section 14105.18 of the W&I Code, payments to hospitals in the CCS program are to be identical to the rates paid to Medi-Cal providers.

Reason for Change from Prior Estimate:

The change is due to updated payment data.

Methodology:

1. The DRG payment methodology was implemented beginning July 1, 2013 for private hospitals.
2. The DRG payment methodology was implemented beginning January 1, 2014 for NDPHs.
3. Assume CCS-State-Only annual savings are as follows:

Annual	<u>TF</u>	<u>GF</u>	<u>CF*</u>
FY 2013-14	(\$54,000)	(\$54,000)	(\$54,000)
Annual	<u>TF</u>	<u>GF</u>	<u>CF*</u>
FY 2014-15	(\$107,000)	(\$107,000)	(\$107,000)

Funding:

100% General Fund (4260-111-0001)

**CALIFORNIA CHILDREN'S SERVICES
Total Average Quarterly Caseload by Program**

**Total Non-Medi-Cal Caseload
(CCS State Only / CCS HFP)**

<u>All Counties</u>	Fiscal Year <u>2013-14</u>	Fiscal Year <u>2014-15</u>	FY 2013-14 - FY 2014-15 <u>% Change</u>
CCS State Only	17,670	18,012	1.94%
CCS HFP	682	0	-100.00%
SUBTOTAL	18,352	18,012	-1.85%

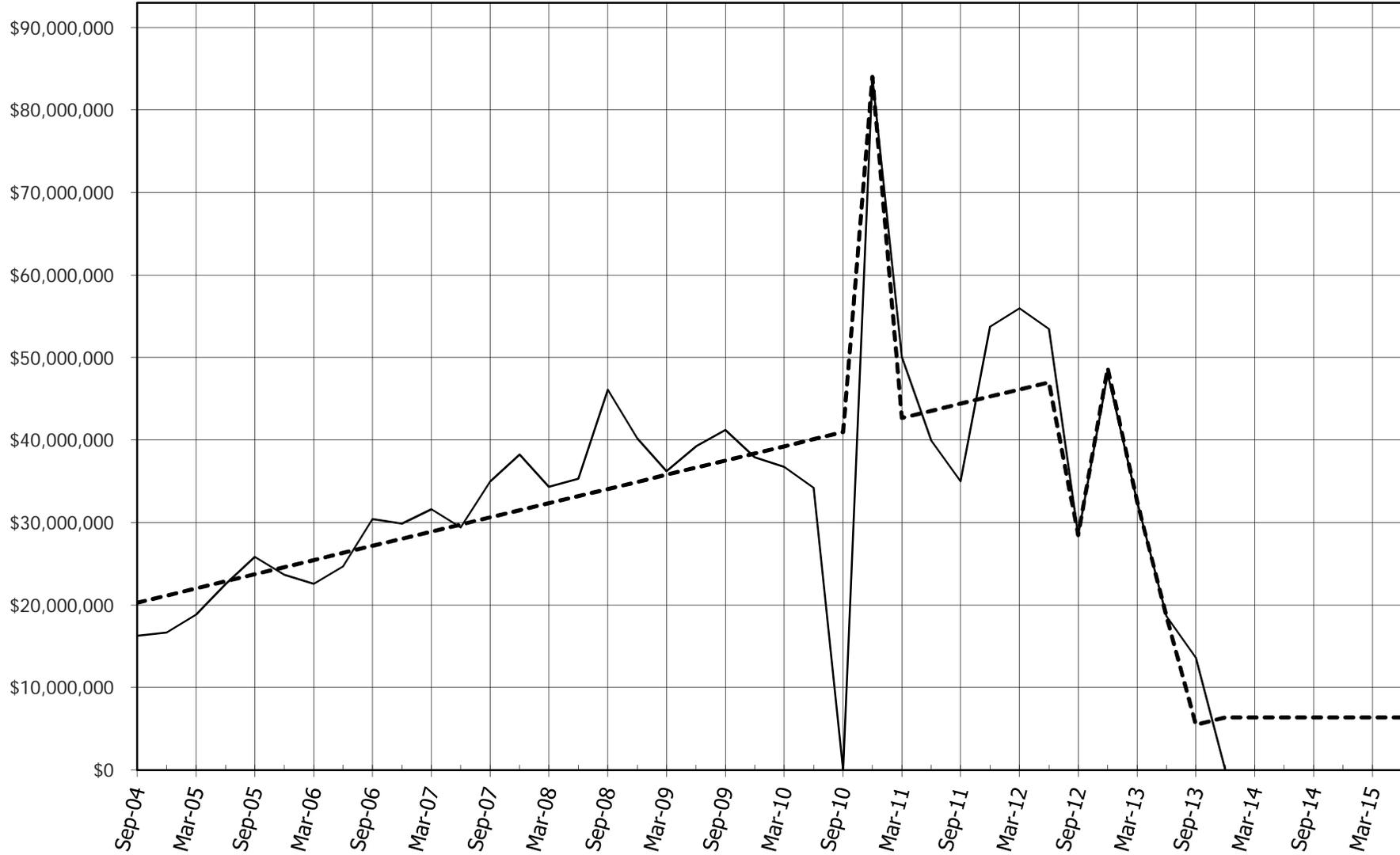
**Total Medi-Cal Caseload
(CCS Medi-Cal / TLIPC)**

<u>All Counties</u>	Fiscal Year <u>2013-14</u>	Fiscal Year <u>2014-15</u>	FY 2013-14 - FY 2014-15 <u>% Change</u>
CCS Medi-Cal	134,233	136,925	2.01%
CCS TLIPC	23,015	23,246	1.00%
SUBTOTAL	157,248	160,171	1.86%

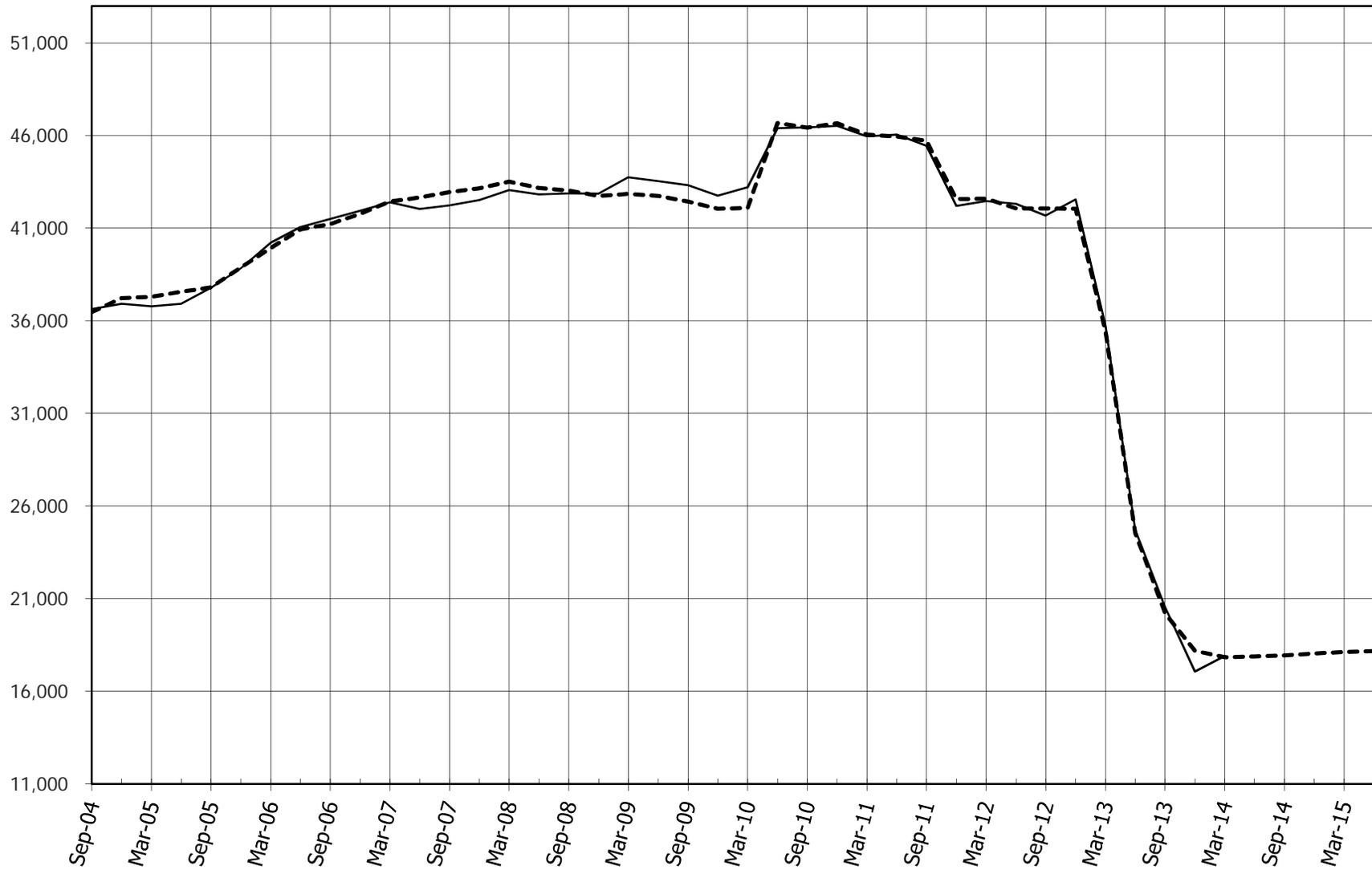
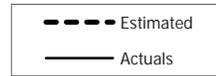
**Total Caseload
(CCS State Only / CCS HFP and CCS Medi-Cal / TLIPC)**

<u>All Counties</u>	Fiscal Year <u>2013-14</u>	Fiscal Year <u>2014-15</u>	FY 2013-14 - FY 2014-15 <u>% Change</u>
CCS State Only	17,670	18,012	1.94%
CCS HFP	682	0	-100.00%
CCS Medi-Cal	134,233	136,925	2.01%
CCS TLIPC	23,015	23,246	1.00%
TOTAL	175,600	178,183	1.47%

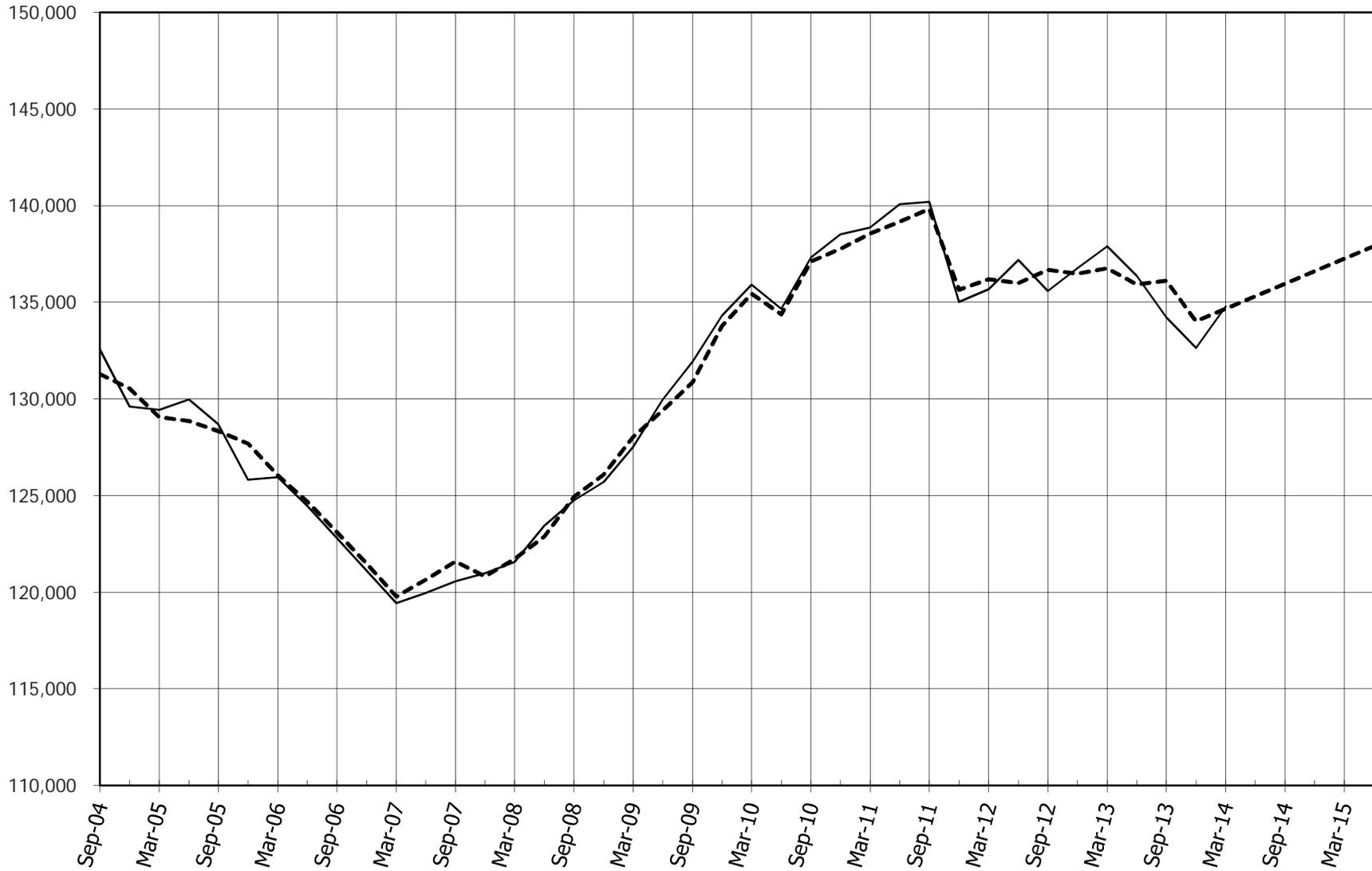
CCS Healthy Families Quarterly Expenditures --Includes County Funds--



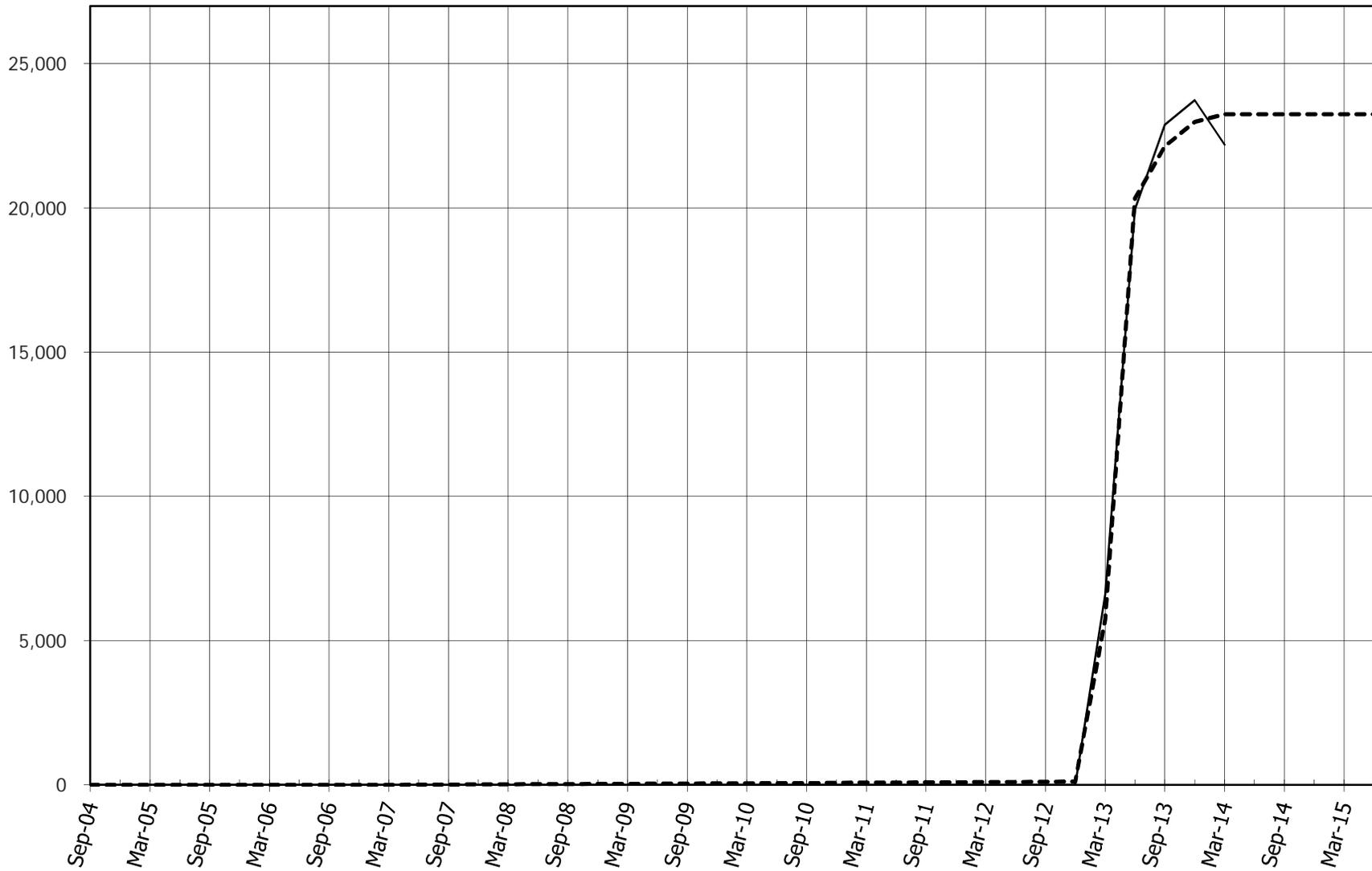
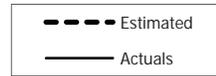
Total Statewide CCS-Only and CCS-HF Caseload



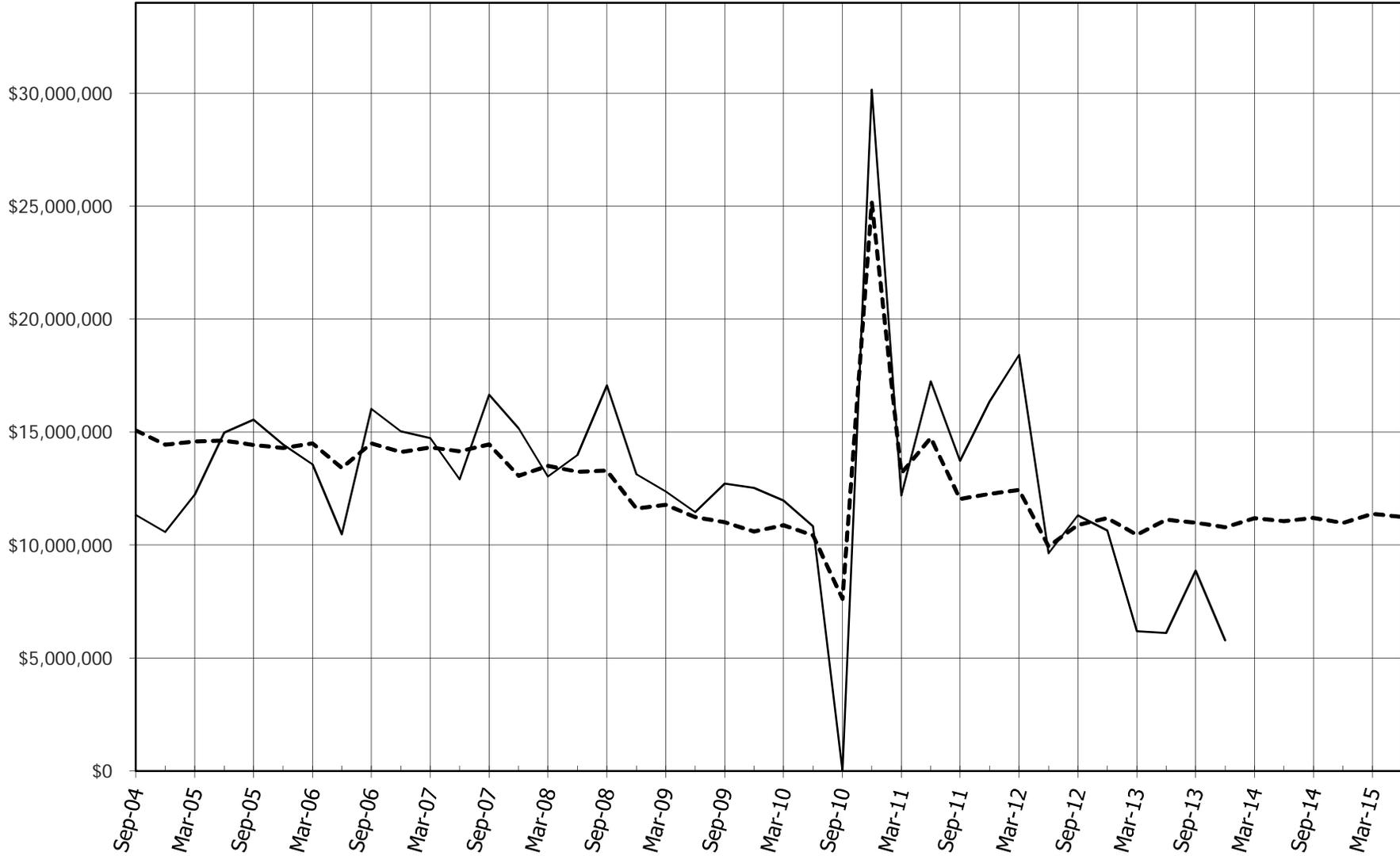
Total Statewide Medi-Cal Caseload



Total Statewide CCS TLIPC Caseload



Total CCS Quarterly Treatment Dollars (State Only Services)
--Includes County Funds--



Total CCS Quarterly Therapy Dollars (State Only Services)
--Includes County Funds--

