

**Family Health Estimate
Management Summary
May 2015 Estimate**

Fiscal Year 2014-15

The May 2015 Family Health Estimate shows a 2014-15 General Fund (GF) decrease of \$16.77 million compared to the FY 2014-15 November 2014 Estimate, as explained below (dollars in millions):

November 2014 Estimate	\$112.74
May 2015 Estimate	<u>\$95.97</u>
GF Change	-\$16.77

For the specific programs included in the Family Health Estimate, the 2014-15 GF change from the November 2014 Estimate is:

4260-111-0001	
California Children's Services (CCS)	-\$12.55
Child Health and Disability Prevention Program (CHDP)	-\$0.30
Genetically Handicapped Persons Program (GHPP)	<u>-\$2.91</u>
GF Change	-\$15.76
4260-114-0001	
Every Woman Counts Program (EWC)	<u>-\$1.00</u>
GF Change	-\$1.00

The major reasons for the change from the November 2014 Estimate include the following:

CCS

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

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 increase by \$7.28 million in 2014-15 due to the addition of DY 2010-11 reconciliations, a decrease of \$7.28 million GF.

2. CCS State-Only Treatment

CCS State-Only Treatment expenditures are expected to decrease in 2014-15 by \$5.71 million GF as the actual expenditures have been less than projected in the November 2014 Estimate.

GHPP

1. GHPP Treatment

GHPP Treatment expenditures are expected to decrease in 2014-15 by \$9.19 million GF as the actual expenditures have been less than projected in the November 2014 Estimate.

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 \$6.52 million in 2014-15 due to additional claiming in the current year and the addition of DY 2010-11 reconciliations resulting in a decrease of \$6.52 million GF required.

**Family Health Estimate
Management Summary
May 2015 Estimate**

Fiscal Year 2015-16

The Family Health Estimate shows a 2015-16 General Fund increase of \$119.18 million compared to 2014-15 as explained below (dollars in millions):

2014-15	\$95.97
2015-16	<u>\$215.15</u>
GF Change	\$119.18

For the specific programs included in the Family Health Estimate, the 2015-16 GF change from 2014-15 is:

4260-111-0001	
California Children's Services (CCS)	\$82.30
Child Health and Disability Prevention Program (CHDP)	\$0.02
Genetically Handicapped Persons Program (GHPP)	<u>\$48.03</u>
GF Change	\$130.35
4260-114-0001	
Every Woman Counts Program (EWC)	<u>-\$11.17</u>
GF Change	-\$11.17

The major reasons for the increase in costs in 2015-16 include the following:

CCS

1. CCS State-Only Treatment and Therapy

CCS State-Only Treatment and Therapy expenditures are expected to increase in 2015-16 by \$3.12 million GF based on historical growth.

2. CCS Healthy Families

The CCS Healthy Families (CCS-HF) program transitioned to Medi-Cal's Optional Targeted Low Income Children's Program (OTLICP) in November 2013. FY 2014-15 CCS-HF expenditures consist of close-out expenditures and there are no estimated expenditures for FY 2015-16, a decrease of \$4.19 million GF for 2015-16.

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

The existing California Bridge to Reform Section 1115(a) Medicaid Demonstration waiver expires in October 31, 2015. The Department intends to seek a renewal, but the Estimate assumes the Designated State Health Programs claiming will not be included in the new waiver, increasing GF expenditures for 2015-16 by \$81.3 million.

4. Policy Change 10 - ACA Impact to the CCS Program

The CCS program's caseload is projected to decline due to the implementation of the ACA, which allowed CCS beneficiaries to qualify for Medi-Cal or subsidized coverage through the Exchange. The estimated reduction in GF is \$1.35 million.

CHDP

1. Policy Change 4 - ACA Impact to the CHDP Program

The CHDP program's caseload is projected to decline due to the implementation of the ACA, which allowed CHDP beneficiaries to qualify for Medi-Cal or subsidized coverage through the Exchange. The estimated reduction in GF is \$0.08 million.

GHPP

1. GHPP Treatment

GHPP Treatment base expenditures are expected to increase in 2015-16 by \$8.75 million GF based on historical growth.

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

The GHPP drug rebates have increased resulting in additional GF savings of \$10 million for 2015-16. The Department plans to use this additional \$10 million in rebates to offset costs in the program.

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

The existing California Bridge to Reform Section 1115(a) Medicaid Demonstration waiver expires in October 31, 2015. The Department intends to seek a renewal, but the Estimate assumes the Designated State Health Programs claiming will not be included in the new waiver, increasing GF expenditures for 2015-16 by \$51.0 million.

4. Policy Change 8 - ACA Impact to the GHPP

The caseload for GHPP is projected to decline due to the implementation of the ACA, which allowed GHPP beneficiaries to qualify for Medi-Cal or subsidized coverage through the Exchange. The estimated reduction in GF is \$1.57 million.

EWC

The Every Woman Counts (EWC) program benefits and administrative costs are budgeted on an accrual basis, while the other programs in the Family Health Estimate are budgeted on a cash basis.

EWC expenditures are expected to decline by \$11.17 million GF due to a projected decrease in caseload.

Management Summary
Fiscal Year 2014-15
Comparison of Appropriation, November 2014, and May 2015 Estimates

	Appropriation FY 2014-15	Nov. 14 Est. FY 2014-15	May 15 Est. FY 2014-15	Chg Approp - May 15 Est.	Chg Nov. 14 - May 15 Est.
California Children's Services					
4260-111-0001 (General Fund)	\$ 18,070,000	\$ 27,360,000	\$ 14,811,000	\$ (3,259,000)	\$ (12,549,000)
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,852,000	\$ 5,992,000	\$ 730,000	\$ 140,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 69,331,000	\$ 56,621,000	\$ 63,904,000	\$ (5,427,000)	\$ 7,283,000
4260-111-0890 (Federal Title XXI)	\$ 3,118,000	\$ 3,162,000	\$ 3,158,000	\$ 40,000	\$ (4,000)
County Funds ¹	\$ 91,545,000	\$ 89,297,000	\$ 84,182,000	\$ (7,363,000)	\$ (5,115,000)
TOTAL CCS	\$ 95,781,000	\$ 92,995,000	\$ 87,865,000	\$ (7,916,000)	\$ (5,130,000)
Child Health and Disability Prevention Program					
4260-111-0001 (General Fund)	\$ 1,702,000	\$ 1,651,000	\$ 1,348,000	\$ (354,000)	\$ (303,000)
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 11,000	\$ 11,000	\$ 0	\$ 0
TOTAL CHDP	\$ 1,713,000	\$ 1,662,000	\$ 1,359,000	\$ (354,000)	\$ (303,000)
Genetically Handicapped Persons Program					
4260-111-0001 (General Fund)	\$ 72,473,000	\$ 67,152,000	\$ 64,238,000	\$ (8,235,000)	\$ (2,914,000)
4260-601-7503 (Federal Title XIX HCSF)	\$ 47,827,000	\$ 53,289,000	\$ 46,765,000	\$ (1,062,000)	\$ (6,524,000)
4260-601-0995 (Enrollment Fees)	\$ 439,000	\$ 474,000	\$ 436,000	\$ (3,000)	\$ (38,000)
4260-601-3079 (Rebates Special Fund)	\$ 8,000,000	\$ 10,000,000	\$ 10,080,000	\$ 2,080,000	\$ 80,000
TOTAL GHPP	\$ 128,739,000	\$ 130,915,000	\$ 121,519,000	\$ (7,220,000)	\$ (9,396,000)
Every Woman Counts Program					
4260-114-0001 (General Fund)	\$ 20,844,000	\$ 16,572,000	\$ 15,573,000	\$ (5,271,000)	\$ (999,000)
4260-114-0236 (Prop 99)	\$ 25,318,000	\$ 25,318,000	\$ 25,318,000	\$ 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)	\$ 4,509,000	\$ 4,509,000	\$ 4,509,000	\$ 0	\$ 0
TOTAL EWC	\$ 58,583,000	\$ 54,311,000	\$ 53,312,000	\$ (5,271,000)	\$ (999,000)
GRAND TOTAL - ALL FUNDS	\$ 284,816,000	\$ 279,883,000	\$ 264,055,000	\$ (20,761,000)	\$ (15,828,000)
4260-111-0001	\$ 92,245,000	\$ 96,163,000	\$ 80,397,000	\$ (11,848,000)	\$ (15,766,000)
4260-111-0080	\$ 11,000	\$ 11,000	\$ 11,000	\$ 0	\$ 0
4260-111-0890	\$ 3,118,000	\$ 3,162,000	\$ 3,158,000	\$ 40,000	\$ (4,000)
4260-114-0001	\$ 20,844,000	\$ 16,572,000	\$ 15,573,000	\$ (5,271,000)	\$ (999,000)
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 7,912,000	\$ 0	\$ 0
4260-114-0236	\$ 25,318,000	\$ 25,318,000	\$ 25,318,000	\$ 0	\$ 0
4260-114-0890	\$ 4,509,000	\$ 4,509,000	\$ 4,509,000	\$ 0	\$ 0
4260-601-0995	\$ 5,701,000	\$ 6,326,000	\$ 6,428,000	\$ 727,000	\$ 102,000
4260-601-3079	\$ 8,000,000	\$ 10,000,000	\$ 10,080,000	\$ 2,080,000	\$ 80,000
4260-601-7503	\$ 117,158,000	\$ 109,910,000	\$ 110,669,000	\$ (6,489,000)	\$ 759,000
County Funds ¹	\$ 91,545,000	\$ 89,297,000	\$ 84,182,000	\$ (7,363,000)	\$ (5,115,000)

¹ County Funds are not included in Total Funds. They are shown for display only.

Management Summary

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

	May 15 Est. FY 2014-15	May 15 Est. FY 2015-16	Difference Incr./(Decr.)
<u>California Children's Services</u>			
4260-111-0001 (General Fund)	\$ 14,811,000	\$ 97,109,000	\$ 82,298,000
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,992,000	\$ 5,992,000	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 63,904,000	\$ (17,419,000)	\$ (81,323,000)
4260-111-0890 (Federal Title XXI)	\$ 3,158,000	\$ 0	\$ (3,158,000)
County Funds ¹	\$ 84,182,000	\$ 86,984,000	\$ 2,802,000
TOTAL CCS	\$ 87,865,000	\$ 85,682,000	\$ (2,183,000)
<u>Child Health and Disability Prevention Program</u>			
4260-111-0001 (General Fund)	\$ 1,348,000	\$ 1,364,000	\$ 16,000
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 11,000	\$ 0
TOTAL CHDP	\$ 1,359,000	\$ 1,375,000	\$ 16,000
<u>Genetically Handicapped Persons Program</u>			
4260-111-0001 (General Fund)	\$ 64,238,000	\$ 112,272,000	\$ 48,034,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 46,765,000	\$ (4,241,000)	\$ (51,006,000)
4260-601-0995 (Enrollment Fees)	\$ 436,000	\$ 436,000	\$ 0
4260-601-3079 (Rebates Special Fund)	\$ 10,080,000	\$ 20,000,000	\$ 9,920,000
TOTAL GHPP	\$ 121,519,000	\$ 128,467,000	\$ 6,948,000
<u>Every Woman Counts Program</u>			
4260-114-0001 (General Fund)	\$ 15,573,000	\$ 4,401,000	\$ (11,172,000)
4260-114-0236 (Prop 99)	\$ 25,318,000	\$ 25,318,000	\$ 0
4260-114-0009 (Breast Cancer Control Account)	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0890 (Center for Disease Control)	\$ 4,509,000	\$ 4,509,000	\$ 0
TOTAL EWC	\$ 53,312,000	\$ 42,140,000	\$ (11,172,000)
GRAND TOTAL - ALL FUNDS	\$ 264,055,000	\$ 257,664,000	\$ (6,391,000)
4260-111-0001	\$ 80,397,000	\$ 210,745,000	\$ 130,348,000
4260-111-0080	\$ 11,000	\$ 11,000	\$ 0
4260-111-0890	\$ 3,158,000	\$ 0	\$ (3,158,000)
4260-114-0001	\$ 15,573,000	\$ 4,401,000	\$ (11,172,000)
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0236	\$ 25,318,000	\$ 25,318,000	\$ 0
4260-114-0890	\$ 4,509,000	\$ 4,509,000	\$ 0
4260-601-0995	\$ 6,428,000	\$ 6,428,000	\$ 0
4260-601-3079	\$ 10,080,000	\$ 20,000,000	\$ 9,920,000
4260-601-7503	\$ 110,669,000	\$ (21,660,000)	\$ (132,329,000)
County Funds ¹	\$ 84,182,000	\$ 86,984,000	\$ 2,802,000

¹ County Funds are not included in Total Funds. They are shown for display only.

Management Summary Fiscal Year 2015-16

Comparison of Appropriation, November 2014, and May 2015 Estimates

	Approp Est. FY 2014-15	Nov. 14 Est. FY 2015-16	May 15 Est. FY 2015-16	Chg Approp - May 15 Est.	Chg Nov. 14 - May 15 Est.
California Children's Services					
4260-111-0001 (General Fund)	\$ 18,070,000	\$ 86,713,000	\$ 97,109,000	\$ 79,039,000	\$ 10,396,000
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 5,992,000	\$ 730,000	\$ 730,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 69,331,000	\$ (684,000)	\$ (17,419,000)	\$ (86,750,000)	\$ (16,735,000)
4260-111-0890 (Federal Title XXI)	\$ 3,118,000	\$ 0	\$ 0	\$ (3,118,000)	\$ 0
County Funds ¹	\$ 91,545,000	\$ 91,077,000	\$ 86,984,000	\$ (4,561,000)	\$ (4,093,000)
TOTAL CCS	\$ 95,781,000	\$ 91,291,000	\$ 85,682,000	\$ (10,099,000)	\$ (5,609,000)
Child Health and Disability Prevention Program					
4260-111-0001 (General Fund)	\$ 1,702,000	\$ 1,666,000	\$ 1,364,000	\$ (338,000)	\$ (302,000)
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 11,000	\$ 11,000	\$ 0	\$ 0
TOTAL CHDP	\$ 1,713,000	\$ 1,677,000	\$ 1,375,000	\$ (338,000)	\$ (302,000)
Genetically Handicapped Persons Program					
4260-111-0001 (General Fund)	\$ 72,473,000	\$ 118,297,000	\$ 112,272,000	\$ 39,799,000	\$ (6,025,000)
4260-601-7503 (Federal Title XIX HCSF)	\$ 47,827,000	\$ 7,566,000	\$ (4,241,000)	\$ (52,068,000)	\$ (11,807,000)
4260-601-0995 (Enrollment Fees)	\$ 439,000	\$ 474,000	\$ 436,000	\$ (3,000)	\$ (38,000)
4260-601-3079 (Rebates Special Fund)	\$ 8,000,000	\$ 10,000,000	\$ 20,000,000	\$ 12,000,000	\$ 10,000,000
TOTAL GHPP	\$ 128,739,000	\$ 136,337,000	\$ 128,467,000	\$ (272,000)	\$ (7,870,000)
Every Woman Counts Program					
4260-114-0001 (General Fund)	\$ 20,844,000	\$ 4,617,000	\$ 4,401,000	\$ (16,443,000)	\$ (216,000)
4260-114-0236 (Prop 99)	\$ 25,318,000	\$ 25,318,000	\$ 25,318,000	\$ 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)	\$ 4,509,000	\$ 4,509,000	\$ 4,509,000	\$ 0	\$ 0
TOTAL EWC	\$ 58,583,000	\$ 42,356,000	\$ 42,140,000	\$ (16,443,000)	\$ (216,000)
GRAND TOTAL - ALL FUNDS	\$ 284,816,000	\$ 271,661,000	\$ 257,664,000	\$ (27,152,000)	\$ (13,997,000)
4260-111-0001	\$ 92,245,000	\$ 206,676,000	\$ 210,745,000	\$ 118,500,000	\$ 4,069,000
4260-111-0080	\$ 11,000	\$ 11,000	\$ 11,000	\$ 0	\$ 0
4260-111-0890	\$ 3,118,000	\$ 0	\$ 0	\$ (3,118,000)	\$ 0
4260-114-0001	\$ 20,844,000	\$ 4,617,000	\$ 4,401,000	\$ (16,443,000)	\$ (216,000)
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 7,912,000	\$ 0	\$ 0
4260-114-0236	\$ 25,318,000	\$ 25,318,000	\$ 25,318,000	\$ 0	\$ 0
4260-114-0890	\$ 4,509,000	\$ 4,509,000	\$ 4,509,000	\$ 0	\$ 0
4260-601-0995	\$ 5,701,000	\$ 5,736,000	\$ 6,428,000	\$ 727,000	\$ 692,000
4260-601-3079	\$ 8,000,000	\$ 10,000,000	\$ 20,000,000	\$ 12,000,000	\$ 10,000,000
4260-601-7503	\$ 117,158,000	\$ 6,882,000	\$ (21,660,000)	\$ (138,818,000)	\$ (28,542,000)
County Funds ¹	\$ 91,545,000	\$ 91,077,000	\$ 86,984,000	\$ (4,561,000)	\$ (4,093,000)

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