

CALIFORNIA CHILDREN'S SERVICES
Funding Summary
Fiscal Years 2014-15 and 2015-16 Compared to November Estimate

FY 2014-15, May 2015 Estimate Compared to November 2014 Estimate

	Nov. 2014 Est. FY 2014-15	May 2015 Est. FY 2014-15	Difference Incr./((Decr.))
CCS State-Only & CCS-HFP Caseload:	16,062	14,987	(1,075)
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 82,951,700	\$ 77,682,000	\$ (5,269,700)
Health Care Support Fund (4260-601-7503)	\$ (56,621,000)	\$ (63,904,000)	\$ (7,283,000)
Title XXI - GF Match (4260-111-0001)	\$ 1,028,800	\$ 1,033,000	\$ 4,200
Total General Fund	\$ 27,359,500	\$ 14,811,000	\$ (12,548,500)
Federal Funds			
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,852,000	\$ 5,992,000	\$ 140,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 56,621,000	\$ 63,904,000	\$ 7,283,000
4260-111-0890 (Federal Title XXI)	\$ 3,162,300	\$ 3,158,000	\$ (4,300)
Total Federal Funds	\$ 65,635,300	\$ 73,054,000	\$ 7,418,700
Total Funds	\$ 92,994,800	\$ 87,865,000	\$ (5,129,800)

FY 2015-16, May 2015 Estimate Compared to November 2014 Estimate

	Nov. 2014 Est. FY 2015-16	May 2015 Est. FY 2015-16	Difference Incr./((Decr.))
CCS State-Only & CCS-HFP Caseload:	16,303	14,987	(1,316)
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 86,028,600	\$ 79,690,000	\$ (6,338,600)
Health Care Support Fund (4260-601-7503)	\$ 684,000	\$ 17,419,000	\$ 16,735,000
Title XXI - GF Match (4260-111-0001)	\$ 0	\$ 0	\$ 0
Total General Fund	\$ 86,712,600	\$ 97,109,000	\$ 10,396,400
Federal Funds			
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,992,000	\$ 730,000
4260-601-7503 (Federal Title XIX HCSF)	\$ (684,000)	\$ (17,419,000)	\$ (16,735,000)
4260-111-0890 (Federal Title XXI)	\$ 0	\$ 0	\$ 0
Total Federal Funds	\$ 4,578,000	\$ (11,427,000)	\$ (16,005,000)
Total Funds	\$ 91,290,600	\$ 85,682,000	\$ (5,608,600)

May 2015 Estimate, FY 2014-15 Compared to FY 2015-16

	May 2015 Est. FY 2014-15	May 2015 Est. FY 2015-16	Difference Incr./((Decr.))
CCS State-Only & CCS-HFP Caseload:	14,987	14,987	0
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 77,682,000	\$ 79,690,000	\$ 2,008,000
Health Care Support Fund (4260-601-7503)	\$ (63,904,000)	\$ 17,419,000	\$ 81,323,000
Title XXI - GF Match (4260-111-0001)	\$ 1,033,000	\$ 0	\$ (1,033,000)
Total General Fund	\$ 14,811,000	\$ 97,109,000	\$ 82,298,000
Federal Funds			
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)
Total Federal Funds	\$ 73,054,000	\$ (11,427,000)	\$ (84,481,000)
Total Funds	\$ 87,865,000	\$ 85,682,000	\$ (2,183,000)

CALIFORNIA CHILDREN'S SERVICES
Funding Summary
Fiscal Years 2014-15 and 2015-16 Compared to Appropriation

FY 2014-15, May 2015 Estimate Compared to Appropriation			
	<u>Appropriation FY 2014-15</u>	<u>May 2015 Est. FY 2014-15</u>	<u>Difference Incr./(Decr.)</u>
CCS State-Only & CCS-HFP Caseload:	18,071	14,987	(3,084)
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 86,382,000	\$ 77,682,000	\$ (8,700,000)
Health Care Support Fund (4260-601-7503)	\$ (69,331,000)	\$ (63,904,000)	\$ 5,427,000
Title XXI - GF Match (4260-111-0001)	<u>\$ 1,019,000</u>	<u>\$ 1,033,000</u>	<u>\$ 14,000</u>
Total General Fund	\$ 18,070,000	\$ 14,811,000	\$ (3,259,000)
Federal Funds			
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,992,000	\$ 730,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 69,331,000	\$ 63,904,000	\$ (5,427,000)
4260-111-0890 (Federal Title XXI)	<u>\$ 3,118,000</u>	<u>\$ 3,158,000</u>	<u>\$ 40,000</u>
Total Federal Funds	\$ 77,711,000	\$ 73,054,000	\$ (4,657,000)
Total Funds	\$ 95,781,000	\$ 87,865,000	\$ (7,916,000)

May 2015 Estimate for FY 2015-16 Compared to FY 2014-15 Appropriation			
	<u>Appropriation FY 2014-15</u>	<u>May 2015 Est. FY 2015-16</u>	<u>Difference Incr./(Decr.)</u>
CCS State-Only & CCS-HFP Caseload:	18,071	14,987	(3,084)
4260-111-0001 (General Fund)			
State Only General Fund (4260-111-0001)	\$ 86,382,000	\$ 79,690,000	\$ (6,692,000)
Health Care Support Fund (4260-601-7503)	\$ (69,331,000)	\$ 17,419,000	\$ 86,750,000
Title XXI - GF Match (4260-111-0001)	<u>\$ 1,019,000</u>	<u>\$ 0</u>	<u>\$ (1,019,000)</u>
Total General Fund	\$ 18,070,000	\$ 97,109,000	\$ 79,039,000
Federal Funds			
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,992,000	\$ 730,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 69,331,000	\$ (17,419,000)	\$ (86,750,000)
4260-111-0890 (Federal Title XXI)	<u>\$ 3,118,000</u>	<u>\$ 0</u>	<u>\$ (3,118,000)</u>
Total Federal Funds	\$ 77,711,000	\$ (11,427,000)	\$ (89,138,000)
Total Funds	\$ 95,781,000	\$ 85,682,000	\$ (10,099,000)

**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	15,292,000	15,292,000	-	-	-	15,292,000
Bone Marrow Xplant 1/	125,000	125,000	-	-	-	(125,000)
Small County Adj. 2/	400,000	400,000	-	-	-	(400,000)
Total Treatment Base	15,817,000	15,817,000	-	-	-	14,767,000
2. Therapy Costs						
Therapy Base	60,350,000	60,350,000	-	-	-	60,350,000
MTU Medi-Cal Offset 3/	(5,385,000)	(5,385,000)	-	-	-	(1,795,000)
AB3632 4/	1,163,000	1,163,000	-	-	-	(1,163,000)
Total Therapy Base	56,128,000	56,128,000	-	-	-	57,392,000
3. Enroll/Assess Fees	(75,000)	(75,000)	-	-	-	(75,000)
4. Benefits Policy Changes	(119,000)	(119,000)	-	-	-	(119,000)
5. HF Safety Net Care Pool	-	(63,904,000)	-	63,904,000	-	-
	\$ 71,751,000	\$ 7,847,000	\$ 0	\$ 63,904,000	\$ 0	\$ 71,965,000
B. State Only Admin.						
1. County Admin.	11,556,000	5,564,000	5,992,000	-	-	11,556,000
2. Fiscal Inter.	158,000	158,000	-	-	-	-
3. FI Dental	14,000	14,000	-	-	-	-
4. CMS Net	195,000	195,000	-	-	-	-
	\$ 11,923,000	\$ 5,931,000	\$ 5,992,000	\$ 0	\$ 0	\$ 11,556,000
Total CCS State Only	\$ 83,674,000	\$ 13,778,000	\$ 5,992,000	\$ 63,904,000	\$ 0	\$ 83,521,000
C. HFP Services						
1. Treatment Base	4,316,000	1,054,000	-	-	3,262,000	684,000
2. Benefits Policy Changes	(130,000)	(22,800)	-	-	(107,200)	(22,800)
	\$ 4,186,000	\$ 1,031,200	\$ 0	\$ 0	\$ 3,154,800	\$ 661,200
D. HFP Admin.						
1. County Admin.	-	-	-	-	-	-
2. Fiscal Inter.	3,000	1,100	-	-	1,900	-
3. FI Dental	2,000	700	-	-	1,300	-
4. CMS Net	-	-	-	-	-	-
	\$ 5,000	\$ 1,800	\$ 0	\$ 0	\$ 3,200	\$ 0
Total HFP	\$ 4,191,000	\$ 1,033,000	\$ 0	\$ 0	\$ 3,158,000	\$ 661,200
GRAND TOTAL	\$ 87,865,000	\$ 14,811,000	\$ 5,992,000	\$ 63,904,000	\$ 3,158,000	\$ 84,182,200

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 is shifted from County to General Fund.

**CALIFORNIA CHILDREN'S SERVICES
Fiscal Year 2015-16
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	17,352,000	17,352,000	-	-	-	17,351,000
Bone Marrow Xplant 1/	125,000	125,000	-	-	-	(125,000)
Small County Adj. /2	400,000	400,000	-	-	-	(400,000)
Total Treatment Base	17,877,000	17,877,000	-	-	-	16,826,000
2. Therapy Costs						
Therapy Base	61,635,000	61,635,000	-	-	-	61,636,000
MTU Medi-Cal Offset 3/	(5,591,000)	(5,591,000)	-	-	-	(1,864,000)
AB3632 4/	1,151,000	1,151,000	-	-	-	(1,151,000)
Total Therapy Base	57,195,000	57,195,000	-	-	-	58,621,000
3. Enroll/Assess Fees	(80,000)	(80,000)	-	-	-	(80,000)
4. Benefits Policy Changes	(1,469,000)	(1,469,000)	-	-	-	(120,000)
5. HF Safety Net Care Pool	-	17,419,000	-	(17,419,000)	-	-
	\$ 73,523,000	\$ 90,942,000	\$ 0	\$ (17,419,000)	\$ 0	\$ 75,247,000
B. State Only Admin.						
1. County Admin.	11,738,000	5,746,000	5,992,000	-	-	11,737,000
2. Fiscal Inter.	212,000	212,000	-	-	-	-
3. FI Dental	15,000	15,000	-	-	-	-
4. CMS Net	194,000	194,000	-	-	-	-
	\$ 12,159,000	\$ 6,167,000	\$ 5,992,000	\$ 0	\$ 0	\$ 11,737,000
Total CCS State Only	\$ 85,682,000	\$ 97,109,000	\$ 5,992,000	\$ (17,419,000)	\$ 0	\$ 86,984,000
C. HFP Services						
1. Treatment Base	-	-	-	-	-	-
2. Benefits Policy Changes	-	-	-	-	-	-
	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
D. HFP Admin.						
1. County Admin.	-	-	-	-	-	-
2. Fiscal Inter.	-	-	-	-	-	-
3. FI Dental	-	-	-	-	-	-
4. CMS Net	-	-	-	-	-	-
	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total HFP	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
GRAND TOTAL	\$ 85,682,000	\$ 97,109,000	\$ 5,992,000	\$ (17,419,000)	\$ 0	\$ 86,984,000

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 2014-15

May 2015 Estimate Compared to November 2014 Estimate, Total Funds			
	Nov. 2014 Est.	May 2015 Est.	Difference
	FY 2014-15	FY 2014-15	Incr./(Decr.)
A. Total CCS State Only Services	\$ 76,780,700	\$ 71,751,000	\$ (5,029,700)
1. Treatment Services	21,529,000	15,817,000	(5,712,000)
2. Medical Therapy Program	55,477,000	56,128,000	651,000
3. Benefits Policy Changes	(134,300)	(119,000)	15,300
4. Enroll/Assessment Fees	(91,000)	(75,000)	16,000
B. CCS Administration			
1. County Administration	11,556,000	11,556,000	-
2. Fiscal Intermediary	467,000	367,000	(100,000)
TOTAL CCS STATE ONLY PROGRAM	\$ 88,803,700	\$ 83,674,000	\$ (5,129,700)
A. Healthy Families Program			
1. Treatment Services	4,316,000	4,316,000	-
2. Benefits Policy Changes	(130,000)	(130,000)	-
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	5,100	5,000	(100)
TOTAL HEALTHY FAMILIES PROGRAM	\$ 4,191,100	\$ 4,191,000	\$ (100)
TOTAL CCS PROGRAM	\$ 92,994,800	\$ 87,865,000	\$ (5,129,800)

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

May 2015 Estimate Compared to November 2014 Estimate, General Fund

	Nov. 2014 Est. <u>FY 2014-15</u>	May 2015 Est. <u>FY 2014-15</u>	Difference <u>Incr./(Decr.)</u>
A. Total CCS State Only Services	<u>\$ 20,159,700</u>	<u>\$ 7,847,000</u>	<u>\$ (12,312,700)</u>
1. Treatment Services	21,529,000	15,817,000	(5,712,000)
2. Medical Therapy Program	55,477,000	56,128,000	651,000
3. Benefits Policy Changes	(134,300)	(119,000)	15,300
4. Enroll/Assessment Fees	(91,000)	(75,000)	16,000
5. HF Safety Net Care Pool	(56,621,000)	(63,904,000)	(7,283,000)
B. CCS Administration			
1. County Administration	5,704,000	5,564,000	(140,000)
2. Fiscal Intermediary	467,000	367,000	(100,000)
TOTAL CCS STATE ONLY PROGRAM	<u>\$ 26,330,700</u>	<u>\$ 13,778,000</u>	<u>\$ (12,552,700)</u>
A. Healthy Families Program			
1. Treatment Services	1,054,000	1,054,000	-
2. Benefits Policy Changes	(27,000)	(22,800)	4,200
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	1,800	1,800	-
TOTAL HEALTHY FAMILIES PROGRAM	<u>\$ 1,028,800</u>	<u>\$ 1,033,000</u>	<u>\$ 4,200</u>
TOTAL CCS PROGRAM	<u>\$ 27,359,500</u>	<u>\$ 14,811,000</u>	<u>\$ (12,548,500)</u>

May 2015 Estimate Compared to November 2014 Estimate, Federal Funds

	Nov. 2014 Est. <u>FY 2014-15</u>	May 2015 Est. <u>FY 2014-15</u>	Difference <u>Incr./(Decr.)</u>
A. Total CCS State Only Services	<u>\$ 56,621,000</u>	<u>\$ 63,904,000</u>	<u>\$ 7,283,000</u>
1. Title XIX Health Care Support Fund	56,621,000	63,904,000	7,283,000
B. CCS Administration			
1. County Administration	5,852,000	5,992,000	140,000
TOTAL CCS STATE ONLY PROGRAM	<u>\$ 62,473,000</u>	<u>\$ 69,896,000</u>	<u>\$ 7,423,000</u>
A. Healthy Families Program - Title XXI			
1. Treatment Services	3,262,000	3,262,000	-
2. Benefits Policy Changes	(103,000)	(107,200)	(4,200)
B. Healthy Families Administration - Title XXI			
1. County Administration	-	-	-
2. Fiscal Intermediary	3,300	3,200	(100)
TOTAL HEALTHY FAMILIES PROGRAM	<u>\$ 3,162,300</u>	<u>\$ 3,158,000</u>	<u>\$ (4,300)</u>
TOTAL CCS PROGRAM	<u>\$ 65,635,300</u>	<u>\$ 73,054,000</u>	<u>\$ 7,418,700</u>

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

May 2015 Estimate Compared to Appropriation, Total Funds			
	Appropriation	May 2015 Est.	Difference
	FY 2014-15	FY 2014-15	Incr./.(Decr.)
A. Total CCS State Only Services	\$ 79,506,000	\$ 71,751,000	\$ (7,755,000)
1. Treatment Services	22,647,000	15,817,000	(6,830,000)
2. Medical Therapy Program	57,057,000	56,128,000	(929,000)
3. Benefits Policy Changes	(104,000)	(119,000)	(15,000)
4. Enroll/Assessment Fees	(94,000)	(75,000)	19,000
B. CCS Administration			
1. County Administration	11,556,000	11,556,000	-
2. Fiscal Intermediary	582,000	367,000	(215,000)
TOTAL CCS STATE ONLY PROGRAM	\$ 91,644,000	\$ 83,674,000	\$ (7,970,000)
A. Healthy Families Program			
1. Treatment Services	4,316,000	4,316,000	-
2. Benefits Policy Changes	(199,000)	(130,000)	69,000
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	20,000	5,000	(15,000)
TOTAL HEALTHY FAMILIES PROGRAM	\$ 4,137,000	\$ 4,191,000	\$ 54,000
TOTAL CCS PROGRAM	\$ 95,781,000	\$ 87,865,000	\$ (7,916,000)

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

May 2015 Estimate Compared to Appropriation, General Fund			
	Appropriation	May 2015 Est.	Difference
	FY 2014-15	FY 2014-15	Incr./(Decr.)
A. Total CCS State Only Services	\$ 10,175,000	\$ 7,847,000	\$ (2,328,000)
1. Treatment Services	22,647,000	15,817,000	(6,830,000)
2. Medical Therapy Program	57,057,000	56,128,000	(929,000)
3. Benefits Policy Changes	(104,000)	(119,000)	(15,000)
4. Enroll/Assessment Fees	(94,000)	(75,000)	19,000
5. HF Safety Net Care Pool	(69,331,000)	(63,904,000)	5,427,000
B. CCS Administration			
1. County Administration	6,294,000	5,564,000	(730,000)
2. Fiscal Intermediary	582,000	367,000	(215,000)
TOTAL CCS STATE ONLY PROGRAM	\$ 17,051,000	\$ 13,778,000	\$ (3,273,000)
A. Healthy Families Program			
1. Treatment Services	1,054,000	1,054,000	-
2. Benefits Policy Changes	(42,000)	(22,800)	19,200
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	7,000	1,800	(5,200)
TOTAL HEALTHY FAMILIES PROGRAM	\$ 1,019,000	\$ 1,033,000	\$ 14,000
TOTAL CCS PROGRAM	\$ 18,070,000	\$ 14,811,000	\$ (3,259,000)

May 2015 Estimate Compared to Appropriation, Federal Funds			
	Appropriation	May 2015 Est.	Difference
	FY 2014-15	FY 2014-15	Incr./(Decr.)
A. Total CCS State Only Services	\$ 69,331,000	\$ 63,904,000	\$ (5,427,000)
1. Title XIX Health Care Support Fund	69,331,000	63,904,000	(5,427,000)
B. CCS Administration			
1. County Administration	5,262,000	5,992,000	730,000
TOTAL CCS STATE ONLY PROGRAM	\$ 74,593,000	\$ 69,896,000	\$ (4,697,000)
A. Healthy Families Program - Title XXI			
1. Treatment Services	3,262,000	3,262,000	-
2. Benefits Policy Changes	(157,000)	(107,200)	49,800
B. Healthy Families Administration - Title XXI			
1. County Administration	-	-	-
2. Fiscal Intermediary	13,000	3,200	(9,800)
TOTAL HEALTHY FAMILIES PROGRAM	\$ 3,118,000	\$ 3,158,000	\$ 40,000
TOTAL CCS PROGRAM	\$ 77,711,000	\$ 73,054,000	\$ (4,657,000)

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, Total Funds
Fiscal Year 2015-16

May 2015 Estimate Compared to November 2014 Estimate, Total Funds			
	Nov. 2014 Est. FY 2015-16	May 2015 Est. FY 2015-16	Difference Incr./(Decr.)
A. Total CCS State Only Services	\$ 79,058,600	\$ 73,523,000	\$ (5,535,600)
1. Treatment Services	22,050,000	17,877,000	(4,173,000)
2. Medical Therapy Program	57,240,000	57,195,000	(45,000)
3. Benefits Policy Changes	(140,400)	(1,469,000)	(1,328,600)
4. Enroll/Assessment Fees	(91,000)	(80,000)	11,000
B. CCS Administration			
1. County Administration	11,729,000	11,738,000	9,000
2. Fiscal Intermediary	503,000	421,000	(82,000)
TOTAL CCS STATE ONLY PROGRAM	\$ 91,290,600	\$ 85,682,000	\$ (5,608,600)
A. Healthy Families Program			
1. Treatment Services	-	-	-
2. Benefits Policy Changes	-	-	-
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	-	-	-
TOTAL HEALTHY FAMILIES PROGRAM	\$ 0	\$ 0	\$ 0
TOTAL CCS PROGRAM	\$ 91,290,600	\$ 85,682,000	\$ (5,608,600)

CALIFORNIA CHILDREN'S SERVICES
Program Requirements, General Fund and Federal Funds
Fiscal Year 2015-16

May 2015 Estimate Compared to November 2014 Estimate, General Fund			
	Nov. 2014 Est. FY 2015-16	May 2015 Est. FY 2015-16	Difference Incr./.(Decr.)
A. Total CCS State Only Services	<u>\$ 79,742,600</u>	<u>\$ 90,942,000</u>	<u>\$ 11,199,400</u>
1. Treatment Services	22,050,000	17,877,000	(4,173,000)
2. Medical Therapy Program	57,240,000	57,195,000	(45,000)
3. Benefits Policy Changes	(140,400)	(1,469,000)	(1,328,600)
4. Enroll/Assessment Fees	(91,000)	(80,000)	11,000
5. HF Safety Net Care Pool	684,000	17,419,000	16,735,000
B. CCS Administration			
1. County Administration	6,467,000	5,746,000	(721,000)
2. Fiscal Intermediary	503,000	421,000	(82,000)
TOTAL CCS STATE ONLY PROGRAM	<u>\$ 86,712,600</u>	<u>\$ 97,109,000</u>	<u>\$ 10,396,400</u>
A. Healthy Families Program			
1. Treatment Services	-	-	-
2. Benefits Policy Changes	-	-	-
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	-	-	-
TOTAL HEALTHY FAMILIES PROGRAM	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL CCS PROGRAM	<u>\$ 86,712,600</u>	<u>\$ 97,109,000</u>	<u>\$ 10,396,400</u>

May 2015 Estimate Compared to November 2014 Estimate, Federal Funds			
	Nov. 2014 Est. FY 2015-16	May 2015 Est. FY 2015-16	Difference Incr./.(Decr.)
A. Total CCS State Only Services	<u>\$ (684,000)</u>	<u>\$ (17,419,000)</u>	<u>\$ (16,735,000)</u>
1. Title XIX Health Care Support Fund	(684,000)	(17,419,000)	(16,735,000)
B. CCS Administration			
1. County Administration	5,262,000	5,992,000	730,000
TOTAL CCS STATE ONLY PROGRAM	<u>\$ 4,578,000</u>	<u>\$ (11,427,000)</u>	<u>\$ (16,005,000)</u>
A. Healthy Families Program - Title XXI			
1. Treatment Services	-	-	-
2. Benefits Policy Changes	-	-	-
B. Healthy Families Administration - Title XXI			
1. County Administration	-	-	-
2. Fiscal Intermediary	-	-	-
TOTAL HEALTHY FAMILIES PROGRAM	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL CCS PROGRAM	<u>\$ 4,578,000</u>	<u>\$ (11,427,000)</u>	<u>\$ (16,005,000)</u>

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

May 2015 Estimate, FY 2014-15 Compared to FY 2015-16, Total Funds			
	May 2015 Est.	May 2015 Est.	Difference
	FY 2014-15	FY 2015-16	Incr./.(Decr.)
A. Total CCS State Only Services	\$ 71,751,000	\$ 73,523,000	\$ 1,772,000
1. Treatment Services	15,817,000	17,877,000	2,060,000
2. Medical Therapy Program	56,128,000	57,195,000	1,067,000
3. Benefits Policy Changes	(119,000)	(1,469,000)	(1,350,000)
4. Enroll/Assessment Fees	(75,000)	(80,000)	(5,000)
B. CCS Administration			
1. County Administration	11,556,000	11,738,000	182,000
2. Fiscal Intermediary	367,000	421,000	54,000
TOTAL CCS STATE ONLY PROGRAM	\$ 83,674,000	\$ 85,682,000	\$ 2,008,000
A. Healthy Families Program			-
1. Treatment Services	4,316,000	-	(4,316,000)
2. Benefits Policy Changes	(130,000)	-	130,000
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	5,000	-	(5,000)
TOTAL HEALTHY FAMILIES PROGRAM	\$ 4,191,000	\$ 0	\$ (4,191,000)
TOTAL CCS PROGRAM	\$ 87,865,000	\$ 85,682,000	\$ (2,183,000)

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

May 2015 Estimate, FY 2014-15 Compared to FY 2015-16, General Fund			
	May 2015 Est. FY 2014-15	May 2015 Est. FY 2015-16	Difference Incr./((Decr.))
A. Total CCS State Only Services	\$ 7,847,000	\$ 90,942,000	\$ 83,095,000
1. Treatment Services	15,817,000	17,877,000	2,060,000
2. Medical Therapy Program	56,128,000	57,195,000	1,067,000
3. Benefits Policy Changes	(119,000)	(1,469,000)	(1,350,000)
4. Enroll/Assessment Fees	(75,000)	(80,000)	(5,000)
5. HF Safety Net Care Pool	(63,904,000)	17,419,000	81,323,000
B. CCS Administration			
1. County Administration	5,564,000	5,746,000	182,000
2. Fiscal Intermediary	367,000	421,000	54,000
TOTAL CCS STATE ONLY PROGRAM	\$ 13,778,000	\$ 97,109,000	\$ 83,331,000
A. Healthy Families Program			
1. Treatment Services	1,054,000	-	(1,054,000)
2. Benefits Policy Changes	(22,800)	-	22,800
B. Healthy Families Administration			
1. County Administration	-	-	-
2. Fiscal Intermediary	1,800	-	(1,800)
TOTAL HEALTHY FAMILIES PROGRAM	\$ 1,033,000	\$ 0	\$ (1,033,000)
TOTAL CCS PROGRAM	\$ 14,811,000	\$ 97,109,000	\$ 82,298,000

May 2015 Estimate, FY 2014-15 Compared to FY 2015-16, Federal Funds			
	May 2015 Est. FY 2014-15	May 2015 Est. FY 2015-16	Difference Incr./((Decr.))
A. Total CCS State Only Services	\$ 63,904,000	\$ (17,419,000)	\$ (81,323,000)
1. Title XIX Health Care Support Fund	63,904,000	(17,419,000)	(81,323,000)
B. CCS Administration			
1. County Administration	5,992,000	5,992,000	-
TOTAL CCS STATE ONLY PROGRAM	\$ 69,896,000	\$ (11,427,000)	\$ (81,323,000)
A. Healthy Families Program - Title XXI			
1. Treatment Services	3,262,000	-	(3,262,000)
2. Benefits Policy Changes	(107,200)	-	107,200
B. Healthy Families Administration - Title XXI			
1. County Administration	-	-	-
2. Fiscal Intermediary	3,200	-	(3,200)
TOTAL HEALTHY FAMILIES PROGRAM	\$ 3,158,000	\$ 0	\$ (3,158,000)
TOTAL CCS PROGRAM	\$ 73,054,000	\$ (11,427,000)	\$ (84,481,000)

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

Fiscal Year 2014-15, Comparison of May 2015 and November 2014 Estimates								
POLICY CHG.		NOVEMBER 2014 ESTIMATE		MAY 2015 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	-\$76,000	-\$76,000	\$15,000	\$15,000
Co. Admin.	2	COUNTY ADMINISTRATIVE COSTS - CCS STATE ONLY	\$11,556,000	\$11,556,000	\$11,556,000	\$11,556,000	\$0	\$0
FI	3A	FISCAL INTERMEDIARY EXPENDITURES - CCS STATE ONLY	\$177,000	\$177,000	\$158,000	\$158,000	-\$19,000	-\$19,000
FI	4A	FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS STATE ONLY	\$15,000	\$15,000	\$14,000	\$14,000	-\$1,000	-\$1,000
FI	5	CMS NET - CCS STATE ONLY	\$275,000	\$275,000	\$195,000	\$195,000	-\$80,000	-\$80,000
Other	6	MH/UCD & BTR - SAFETY NET CARE POOL	\$0	\$0	\$0	\$0	\$0	\$0
Co. Admin.	7	TITLE V REIMBURSEMENT FROM CDPH	\$0	-\$5,852,000	\$0	-\$5,992,000	\$0	-\$140,000
Benefits	8A	CCS DRUG REBATES	-\$120,000	-\$120,000	-\$120,000	-\$120,000	\$0	\$0
Benefits	9	DRG - INPATIENT HOSPITAL REIMBURSEMENT METHODOLOGY	-\$14,300	-\$14,300	\$1,000	\$1,000	\$15,300	\$15,300
Benefits	10	ACA IMPACT TO THE CCS PROGRAM	\$0	\$0	\$0	\$0	\$0	\$0
			<u>\$11,797,700</u>	<u>\$5,945,700</u>	<u>\$11,728,000</u>	<u>\$5,736,000</u>	<u>-\$69,700</u>	<u>-\$209,700</u>
CCS-HFP								
FI	3B	FISCAL INTERMEDIARY EXPENDITURES - CCS-HFP	\$3,100	\$1,100	\$3,000	\$1,100	-\$100	\$0
FI	4B	FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS-HFP	\$2,000	\$700	\$2,000	\$700	\$0	\$0
Benefits	8B	CCS-HFP DRUG REBATES	-\$130,000	-\$27,000	-\$130,000	-\$22,800	\$0	\$4,200
			<u>-\$124,900</u>	<u>-\$25,200</u>	<u>-\$125,000</u>	<u>-\$21,000</u>	<u>-\$100</u>	<u>\$4,200</u>
		CCS TOTAL	<u>\$11,672,800</u>	<u>\$5,920,500</u>	<u>\$11,603,000</u>	<u>\$5,715,000</u>	<u>-\$69,800</u>	<u>-\$205,500</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 2015-16, Comparison of May 2015 and November 2014 Estimates								
POLICY CHG.		NOVEMBER 2014 ESTIMATE		MAY 2015 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	-\$80,000	-\$80,000	\$11,000	\$11,000
Co. Admin.	2	COUNTY ADMINISTRATIVE COSTS - CCS STATE ONLY	\$11,729,000	\$11,729,000	\$11,738,000	\$11,738,000	\$9,000	\$9,000
FI	3A	FISCAL INTERMEDIARY EXPENDITURES - CCS STATE ONLY	\$211,000	\$211,000	\$212,000	\$212,000	\$1,000	\$1,000
FI	4A	FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS STATE ONLY	\$19,000	\$19,000	\$15,000	\$15,000	-\$4,000	-\$4,000
FI	5	CMS NET - CCS STATE ONLY	\$273,000	\$273,000	\$194,000	\$194,000	-\$79,000	-\$79,000
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	-\$5,992,000	\$0	-\$730,000
Benefits	8A	CCS DRUG REBATES	-\$120,000	-\$120,000	-\$120,000	-\$120,000	\$0	\$0
Benefits	9	DRG - INPATIENT HOSPITAL REIMBURSEMENT METHODOLOGY	-\$20,400	-\$20,400	\$0	\$0	\$20,400	\$20,400
Benefits	10	ACA IMPACT TO THE CCS PROGRAM	\$0	\$0	-\$1,349,000	-\$1,349,000	-\$1,349,000	-\$1,349,000
			\$12,000,600	\$6,738,600	\$10,610,000	\$4,618,000	-\$1,390,600	-\$2,120,600
CCS-HFP								
FI	3B	FISCAL INTERMEDIARY EXPENDITURES - CCS-HFP	\$0	\$0	\$0	\$0	\$0	\$0
FI	4B	FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS-HFP	\$0	\$0	\$0	\$0	\$0	\$0
Benefits	8B	CCS-HFP DRUG REBATES	\$0	\$0	\$0	\$0	\$0	\$0
			\$0	\$0	\$0	\$0	\$0	\$0
		CCS TOTAL	<u>\$12,000,600</u>	<u>\$6,738,600</u>	<u>\$10,610,000</u>	<u>\$4,618,000</u>	<u>-\$1,390,600</u>	<u>-\$2,120,600</u>

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

ENROLLMENT AND ASSESSMENT FEES

POLICY CHANGE NUMBER: 1
IMPLEMENTATION DATE: 7/1994
ANALYST: Celine Donaldson

		<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST	- TOTAL FUNDS	-\$76,000	-\$80,000
	- GENERAL FUND	-\$76,000	-\$80,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	-\$76,000	-\$80,000
	- GENERAL FUND	-\$76,000	-\$80,000
	- COUNTY FUNDS	-\$76,000	-\$80,000

Purpose:

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

Authority:

Health & Safety Code 123870 and 123900

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:

Actual fees collected were lower than previously estimated.

Methodology:

1. The enrollment and assessment fees are estimated using the trend in enrollment and assessment fees received for September 2005 - September 2014.

	<u>FY 2014-15</u>	<u>FY 2015-16</u>
Enrollment Fees:	\$110,000	\$119,000
Assessment Fees:	\$40,000	\$41,000
Total:	\$150,000 (\$75,500 GF Offset)	\$160,000 (\$80,000 GF Offset)

Funding:

General Fund (4260-111-0001)

County Funds*

* Not Included in Total Funds

COUNTY ADMINISTRATIVE COSTS - CCS STATE ONLY

POLICY CHANGE NUMBER: 2
IMPLEMENTATION DATE: 7/2003
ANALYST: Celine Donaldson

		<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST	- TOTAL FUNDS	\$11,556,000	\$11,738,000
	- GENERAL FUND	\$11,556,000	\$11,738,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$11,556,000	\$11,738,000
	- GENERAL FUND	\$11,556,000	\$11,738,000
	- COUNTY FUNDS	\$11,556,000	\$11,737,000

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:

The is no material change for FY 2014-15. The estimated change in caseload for FY 2015-16 increased by 0.07%.

Methodology:

1. For FY 2014-15, the CCS State Only base county administration reimbursement level is based on budgeted county expenditures for FY 2014-15 in the November 2014 Estimate:

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

2. Based on the May 2015 Family Health Estimate, caseload is expected to increase by 1.57% from FY 2014-15 to FY 2015-16.

$\$23,111,000 \times 1.57\% = \$364,000$

$\$23,111,000 + \$364,000 = \$23,475,000$

FY 2015-16 : \$23,475,000 (\$11,738,000 GF) (Includes County Funds)

Funding:

General Fund (4260-111-0001)

County Funds*

* Not included in Total Funds

FISCAL INTERMEDIARY EXPENDITURES - CCS STATE ONLY

POLICY CHANGE NUMBER: 3A
IMPLEMENTATION DATE: 7/1993
ANALYST: Jason Moody

	<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST - TOTAL FUNDS	\$158,000	\$212,000
- GENERAL FUND	\$158,000	\$212,000
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$158,000	\$212,000
- GENERAL FUND	\$158,000	\$212,000

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:

		Ave Cost per ACLs	Estimated ACL Expenditure
FY 2014-15	Estimated ACLs		
General ACLs	183,094	\$ 0.74	\$ 135,000
Online ACLs	40,910	\$ 0.55	\$ 23,000
Total FY 2014-15			\$ 158,000

FY 2015-16			
General ACLs	185,977	\$ 0.98	\$ 182,000
Online ACLs	41,554	\$ 0.71	\$ 30,000
Total FY 2015-16			\$ 212,000

Funding:

100% GF (4260-111-0001)

FISCAL INTERMEDIARY EXPENDITURES - CCS-HFP

POLICY CHANGE NUMBER: 3B
IMPLEMENTATION DATE: 7/2003
ANALYST: Jason Moody

	<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST - TOTAL FUNDS	\$3,000	\$0
- GENERAL FUND	\$1,100	\$0
- FEDERAL FUNDS TITLE XXI	\$1,900	\$0
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$3,000	\$0
- GENERAL FUND	\$1,100	\$0
- FEDERAL FUNDS TITLE XXI	\$1,900	\$0

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).

Effective January 1, 2013, the Healthy Families Program (HFP) subscribers began transitioning into Medi-Cal through a phase-in methodology. HFP sent to the counties the current subscribers' applications and information. The final group transitioned November 1, 2013. The program has since been renamed as the Targeted Low Income Children's Program.

Reason for Change from Prior Estimate:

Updated data became available for claim months.

Methodology:

1. The estimated medical FI administrative costs are:

		Ave Cost per ACLs	TF	GF
FY 2014-15	Estimated ACLs			
General ACLs	3,897	\$0.74	\$3,000	\$1,100

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: Sandra Bannerman

		<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST	- TOTAL FUNDS	\$14,000	\$15,000
	- GENERAL FUND	\$14,000	\$15,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$14,000	\$15,000
	- GENERAL FUND	\$14,000	\$15,000

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:

Estimate was updated with July 2014 to January 2015 actuals. These later actuals were lower than previously estimated.

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.

FY 2014-15	<u>Estimated</u>		<u>Rates</u>		<u>Estimated</u>	
	<u>Claims</u>				<u>Expenditure</u>	
ACLs	4,020	\$	2.47	\$	10,000	
TARs	409	\$	9.04	\$	4,000	
Total FY 2014-15					\$ 14,000	(\$14,000 GF)

FY 2015-16	<u>Estimated</u>		<u>Rates</u>		<u>Estimated</u>	
	<u>Claims</u>				<u>Expenditure</u>	
ACLs	4,588	\$	2.47	\$	11,000	
TARs	476	\$	9.04	\$	4,000	
Total FY 2015-16					\$ 15,000	(\$15,000 GF)

Funding:
 100% GF (4260-111-0001)

FISCAL INTERMEDIARY EXPENDITURES (Dental) - CCS-HFP

POLICY CHANGE NUMBER: 4B
IMPLEMENTATION DATE: 8/2003
ANALYST: Sandra Bannerman

	<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST - TOTAL FUNDS	\$2,000	\$0
- GENERAL FUND	\$700	\$0
- FEDERAL FUNDS TITLE XXI	\$1,300	\$0
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$2,000	\$0
- GENERAL FUND	\$700	\$0
- FEDERAL FUNDS TITLE XXI	\$1,300	\$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:

Not Applicable

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. The Healthy Families Program (HFP) ceased enrollment January 1, 2013 and transitioned its subscribers to the Medi-Cal Optional Targeted Low Income Children's Program. The transition completed in November 2013.

Reason for Change from Prior Estimate:

There is no change.

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.

FY 2014-15	<u>Estimated</u>		<u>Rates</u>		<u>Estimated</u>	
	<u>Claims</u>				<u>Expenditure</u>	
ACLs	423	\$	2.47	\$	1,000	
TARs	60	\$	9.04	\$	1,000	
Total FY 2014-15					2,000	(\$700 GF)

Funding:

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

CMS NET - CCS STATE ONLY

POLICY CHANGE NUMBER: 5
IMPLEMENTATION DATE: 7/2004
ANALYST: Celine Donaldson

	<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST - TOTAL FUNDS	\$195,000	\$194,000
- GENERAL FUND	\$195,000	\$194,000
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$195,000	\$194,000
- GENERAL FUND	\$195,000	\$194,000

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 actual expenditures through December 2014 reflect a decrease, lowering estimated data processing costs.

Methodology:

1. Effective January 1, 2013, Healthy Families Program (HFP) subscribers began a transition into Medi-Cal through a phase-in methodology. The CCS-HFP programs completed the transition to Medi-Cal's Optional Targeted Low-Income Children's Program (OTLICP) in November 2013.
2. CCS FY 2014-15 data processing cost is estimated to be \$2,324,000, and FY 2015-16 is \$2,309,000.

3. Based on estimated FY 2014-15 and FY 2015-16 caseload counts, costs for CMS Net are projected to be split:

	FY 2014-15			CMS Net
	<u>Caseload</u>	<u>Percentage</u>		<u>Allocation</u>
CCS State-Only	14,987	8.4%	\$	195,000
CCS Medi-Cal	142,270	79.5%	\$	1,847,000
CCS OTLICP	<u>21,746</u>	<u>12.1%</u>	\$	<u>282,000</u>
Total	179,003	100.0%	\$	2,324,000

	FY 2015-16			CMS Net
	<u>Caseload</u>	<u>Percentage</u>		<u>Allocation</u>
CCS State-Only	15,223	8.4%	\$	194,000
CCS Medi-Cal	144,923	79.6%	\$	1,838,000
CCS OTLICP	<u>21,842</u>	<u>12.0%</u>	\$	<u>277,000</u>
Total	181,988	100.0%	\$	2,309,000

4. Data processing estimated costs are based on:

- a) system utilization;
- b) system functionality, including the Health Insurance Portability and Accountability Act (HIPAA) compliance and disaster recovery; and
- c) 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)

MH/UCD & BTR - SAFETY NET CARE POOL

POLICY CHANGE NUMBER: 6
IMPLEMENTATION DATE: 9/2005
ANALYST: Jerrold Anub

	<u>FY 2014-15</u>	<u>FY 2015-16</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 five-year demonstration, the BTR. The Special Terms and Conditions of the BTR allow the State to claim federal financial participation (FFP) using the CPEs of approved Designated State Health Programs (DSHPs). The CCS program is 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 DY 2014-15 program expenditures, the addition of the DY 2010-11 reconciliation, and updates to the DY 2011-12 and DY 2012-13 final reconciliations.

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.
2. The final reconciliation for DY 2010-11 has been updated and the Department estimates it will claim an additional \$8.715 million in federal funds in FY 2014-15 for the DY 2010-11 final reconciliation.
3. 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 \$2.590 million in federal funds in FY 2014-15 for the DY 2011-12 final reconciliation. The CCS federal reimbursements are reduced by the final reconciliation amounts in this policy change.
4. The final reconciliation for DY 2012-13 is anticipated to be completed in FY 2015-16. The Department estimates that it will have to repay the federal government \$23.969 million in federal funds in FY 2015-16 for the DY 2012-13 final reconciliation. The CCS federal reimbursements are reduced by the final reconciliation amounts in this policy change.
- 5 The BTR will end on October 31, 2015. The Department assumes the BTR funding will not continue in the subsequent waiver.

(Dollars in Thousands)			
FY 2014-15	TF	GF	FF
DSHP-BTR (DY 2014-15)	\$0	\$ (57,779)	\$ 57,779
DY 2010-11 Final Reconciliation	\$0	\$ (8,715)	\$ 8,715
DY 2011-12 Final Reconciliation	\$0	\$ 2,590	\$ (2,590)
Total	\$0	\$ (63,904)	\$ 63,904

(Dollars in Thousands)			
FY 2015-16	TF	GF	FF
DSHP-BTR (DY 2014-15)	\$0	\$ (6,550)	\$ 6,550
DY 2012-13 Final Reconciliation	\$0	\$ 23,969	\$ (23,969)
Total	\$0	\$ 17,419	\$ (17,419)

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: Jason Moody

	<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST		
- TOTAL FUNDS	\$0	\$0
- GENERAL FUND	-\$5,992,000	-\$5,992,000
- FEDERAL FUNDS TITLE V	\$5,992,000	\$5,992,000
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE		
- TOTAL FUNDS	\$0	\$0
- GENERAL FUND	-\$5,992,000	-\$5,992,000
- FEDERAL FUNDS TITLE V	\$5,992,000	\$5,992,000

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 Title V grant. The Title V federal funding for the CCS program is shown as a reimbursement in the Department's Family Health Estimate.

Reason for Change from Prior Estimate:

The Title V grant has increased by \$140,000 in both FY 2014-15 and FY 2015-16 and \$590,000 is being added in FY 2015-16 for county administration support costs.

Methodology:

1. For FY 2014-15 and FY 2015-16, the amount expected to be received is \$5,992,000.

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: Jason Moody

		<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST	- TOTAL FUNDS	-\$120,000	-\$120,000
	- GENERAL FUND	-\$120,000	-\$120,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	-\$120,000	-\$120,000
	- GENERAL FUND	-\$120,000	-\$120,000
	- COUNTY FUNDS	-\$120,000	-\$120,000

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:

There is no change.

Methodology:

1. Estimate is based on ongoing rebate collections.
2. Assume a 75% payment of outstanding invoices.
3. CCS drug rebate collections, for FY 2014-15 and FY 2015-16, are estimated to be:

	TF	GF	CF*
FY 2014-15	(\$120,000)	(\$120,000)	(\$120,000)
	TF	GF	CF*
FY 2015-16	(\$120,000)	(\$120,000)	(\$120,000)

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: Jason Moody

		<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST	- TOTAL FUNDS	-\$130,000	\$0
	- GENERAL FUND	-\$22,750	\$0
	- FEDERAL FUNDS TITLE XXI	-\$84,500	\$0
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	-\$130,000	\$0
	- GENERAL FUND	-\$22,800	\$0
	- FEDERAL FUNDS TITLE XXI	-\$84,500	\$0
	- COUNTY FUNDS	-\$22,800	\$0

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:

There is no change.

Methodology:

1. Estimates are based upon current invoices and collections.
2. CCS-HFP drug rebate collections are estimated to be:

	TF	GF	FF	CF*
FY 2014-15	(\$107,250)	(\$22,750)	(\$84,500)	(\$22,750)

Funding:

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

*Not Included in Total Fund

DRG - INPATIENT HOSPITAL REIMBURSEMENT METHODOLOGY

POLICY CHANGE NUMBER: 9
IMPLEMENTATION DATE: 7/2013
ANALYST: Jerrold Anub

		<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST	- TOTAL FUNDS	\$1,000	\$0
	- GENERAL FUND	\$1,000	\$0
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$1,000	\$0
	- GENERAL FUND	\$1,000	\$0
	- COUNTY FUNDS	\$1,000	\$0

Purpose:

This policy change estimates the fiscal impact in the California Children’s Services (CCS) State-Only from implementing the Diagnosis Related Group (DRG) payment methodology for private hospitals and Non-Designated Public Hospitals (NDPH).

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 annual savings are estimated to be 100% in the base expenditure estimate and are no longer in this policy change. The impact from Erroneous Payment Corrections (EPCs) are now included in FY 2014-15.

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. The Department will process several EPCs in FY 2014-15.
4. Assume CCS State-Only costs are as follows:

	TF	GF	CF*
FY 2014-15	\$ 1,000	\$ 1,000	\$ 1,000

Funding:

100% General Fund (4260-111-0001)

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

ACA IMPACT TO THE CCS PROGRAM

POLICY CHANGE NUMBER: 10
IMPLEMENTATION DATE: 7/2015
ANALYST: Raman Pabla

	<u>FY 2014-15</u>	<u>FY 2015-16</u>
FULL YEAR COST - TOTAL FUNDS	\$0	-\$1,349,000
- GENERAL FUND	\$0	-\$1,349,000
PAYMENT LAG	0.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$0	-\$1,349,000
- GENERAL FUND	\$0	-\$1,349,000

Purpose

This policy change estimates the impact of the Affordable Care Act (ACA) to the California Children’s Services (CCS) program.

Authority:

Not Applicable

Interdependent Policy Changes:

Not Applicable

Background

The CCS program is projected to experience a decline in caseload due to the implementation of the ACA which allowed CCS beneficiaries to qualify for Medi-Cal or subsidized coverage through the Exchange. Therefore, the caseload projection for the CCS program in FY 2015-16 will remain at the same level as FY 2014-15.

Reason for Change from Prior Estimate

This is a new policy change.

Methodology

1. The caseload projection for FY 2014-15 is 14,987 and 15,223 for FY 2015-16.
2. Due to the implementation of the ACA, the CCS caseload for FY 2015-16 will remain at the FY 2014-15 level.
3. The total cost per case is \$5,865.08 in FY 2014-15 and \$5,715.04 in FY 2015-16.
4. The estimated reduction in General Fund (GF) expenditures in FY 2015-16 is:

$$\text{FY 2015-16: } 14,987 - 15,223 = (236) \times \$5,715.04 = \text{(\$1,349,000)}$$

Funding:

100% GF (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>	<u>Fiscal Year 2013-14 1/</u>	<u>Fiscal Year 2014-15 1/</u>	<u>Fiscal Year 2015-16 2/</u>	<u>FY 2014-15 - FY 2015-16 % Change</u>
CCS State Only	16,916	14,987	15,223	1.57%
CCS HFP	657	0	0	0%
Estimated Impact of Policy Changes (PCs)	0	0	-236	0%
SUBTOTAL	17,573	14,987	14,987	0%

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

<u>All Counties</u>	<u>Fiscal Year 2013-14 1/</u>	<u>Fiscal Year 2014-15 1/</u>	<u>Fiscal Year 2015-16</u>	<u>FY 2014-15 - FY 2015-16 % Change</u>
CCS Medi-Cal	135,175	142,270	144,923	1.86%
CCS OTLIPC	22,605	21,746	21,842	0.44%
SUBTOTAL	157,780	164,016	166,765	1.68%

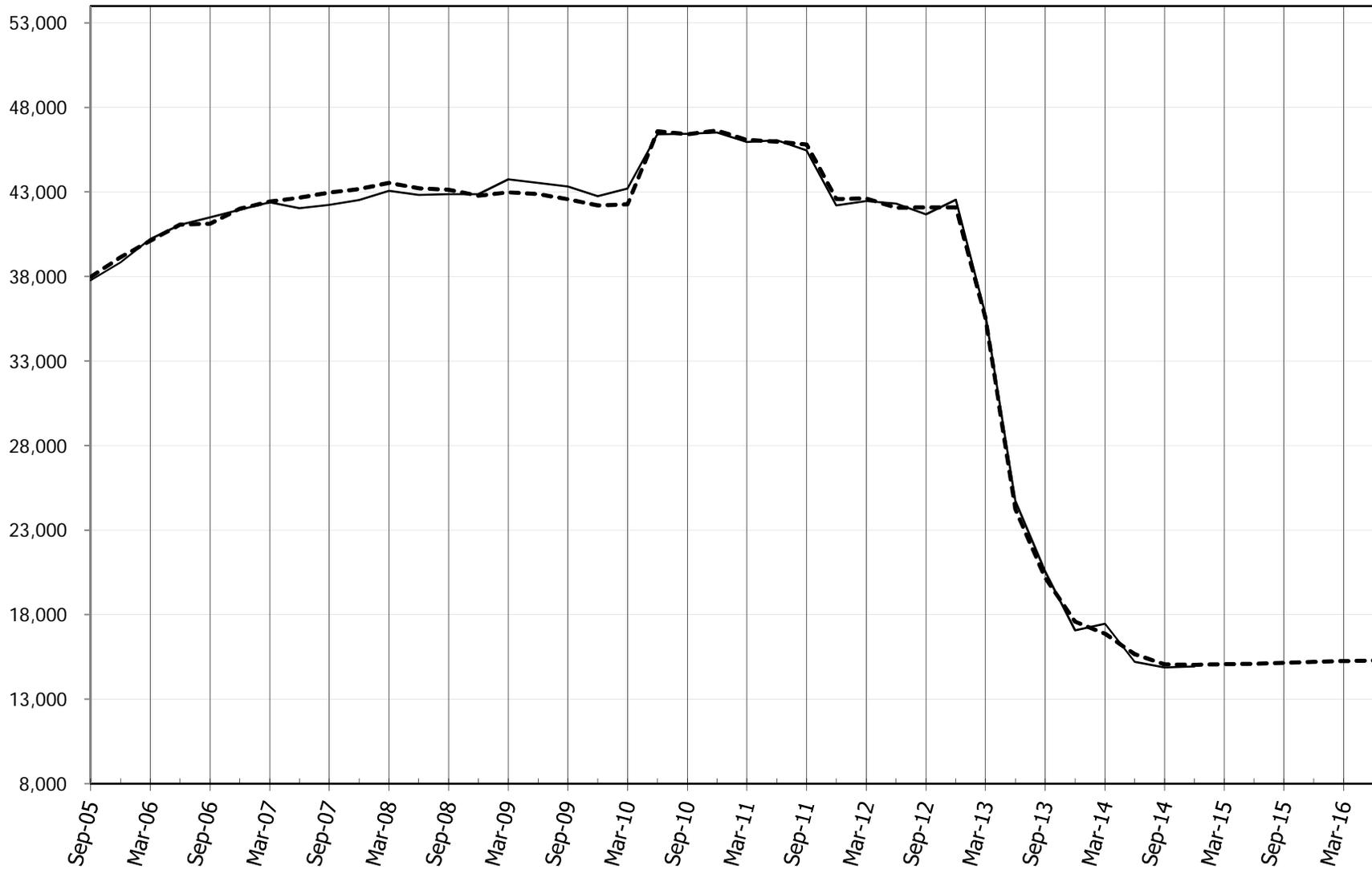
**Total Caseload
(CCS State Only / CCS HFP and CCS Medi-Cal / TLIPC)**

<u>All Counties</u>	<u>Fiscal Year 2013-14 1/</u>	<u>Fiscal Year 2014-15 1/</u>	<u>Fiscal Year 2015-16 2/</u>	<u>FY 2014-15 - FY 2015-16 % Change</u>
CCS State Only	16,916	14,987	15,223	1.57%
CCS HFP	657	0	0	0%
Estimated Impact of PCs	0	0	-236	0%
CCS Medi-Cal	135,175	142,270	144,923	1.86%
CCS OTLIPC	22,605	21,746	21,842	0.44%
TOTAL	175,353	179,003	181,752	1.54%

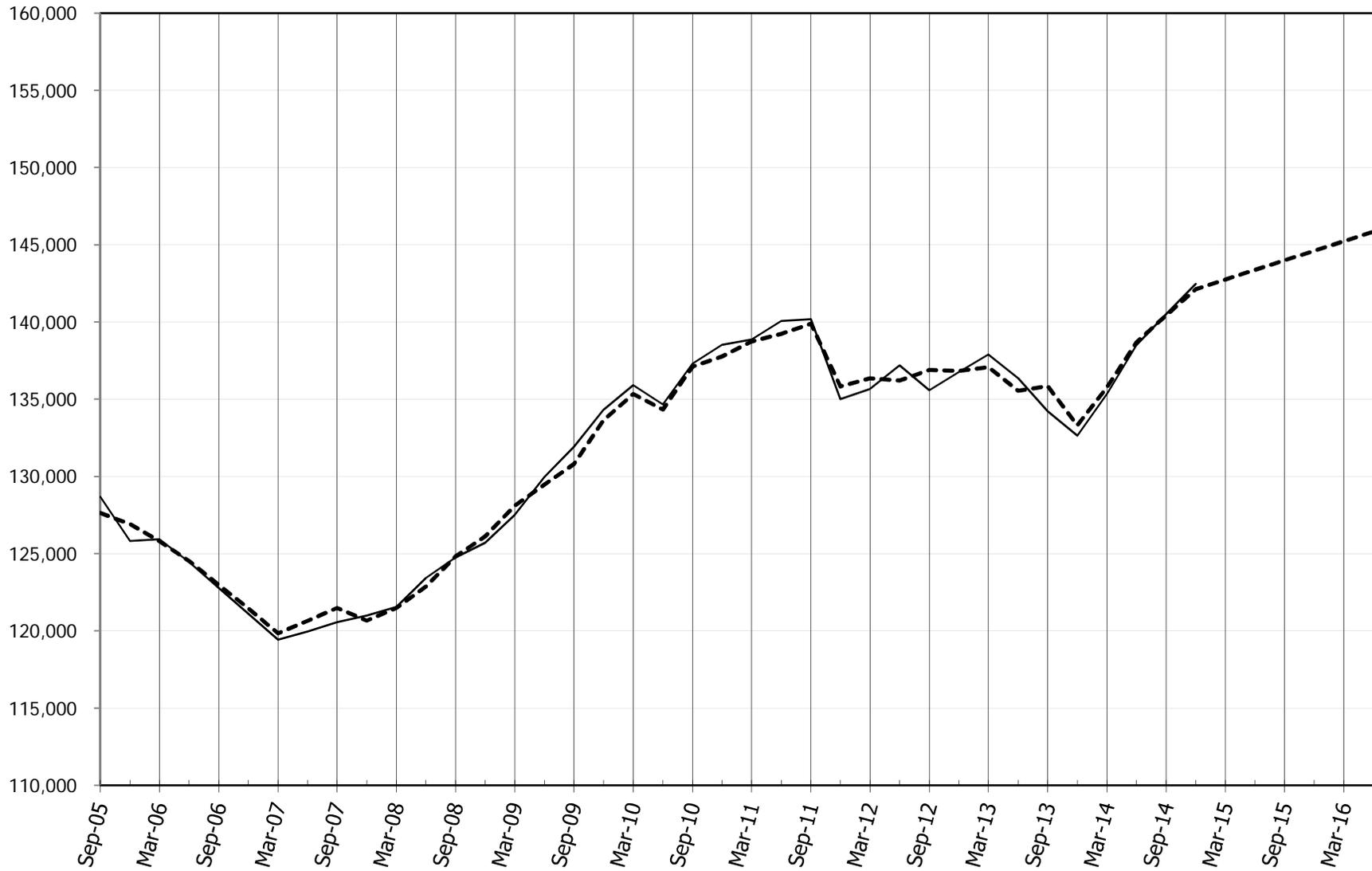
1/ Actual caseload data is complete thru December 2014.

2/ Estimated Impact of ACA Implementation, Policy Change #10

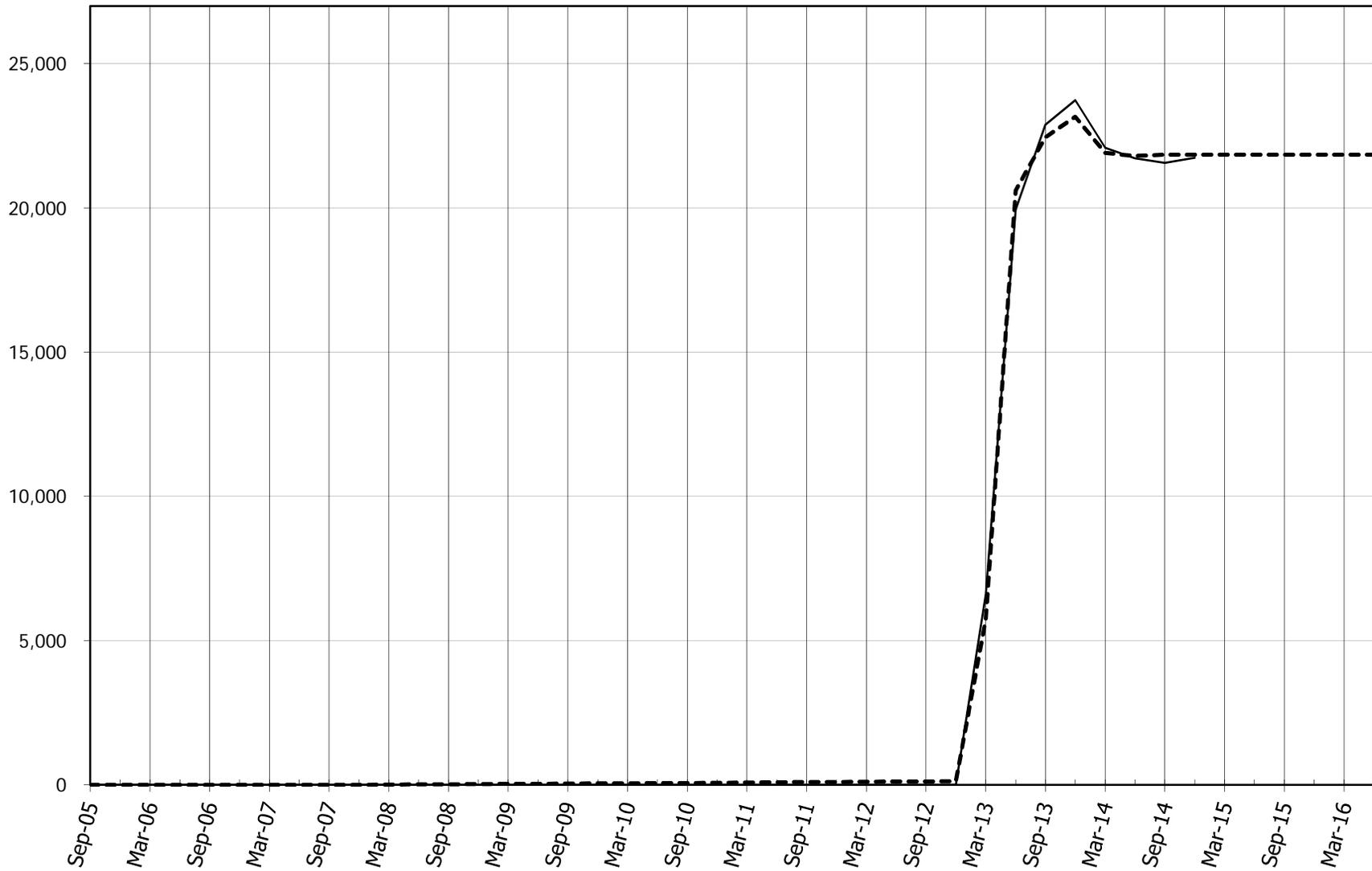
Total Statewide CCS-Only and CCS-HF Caseload



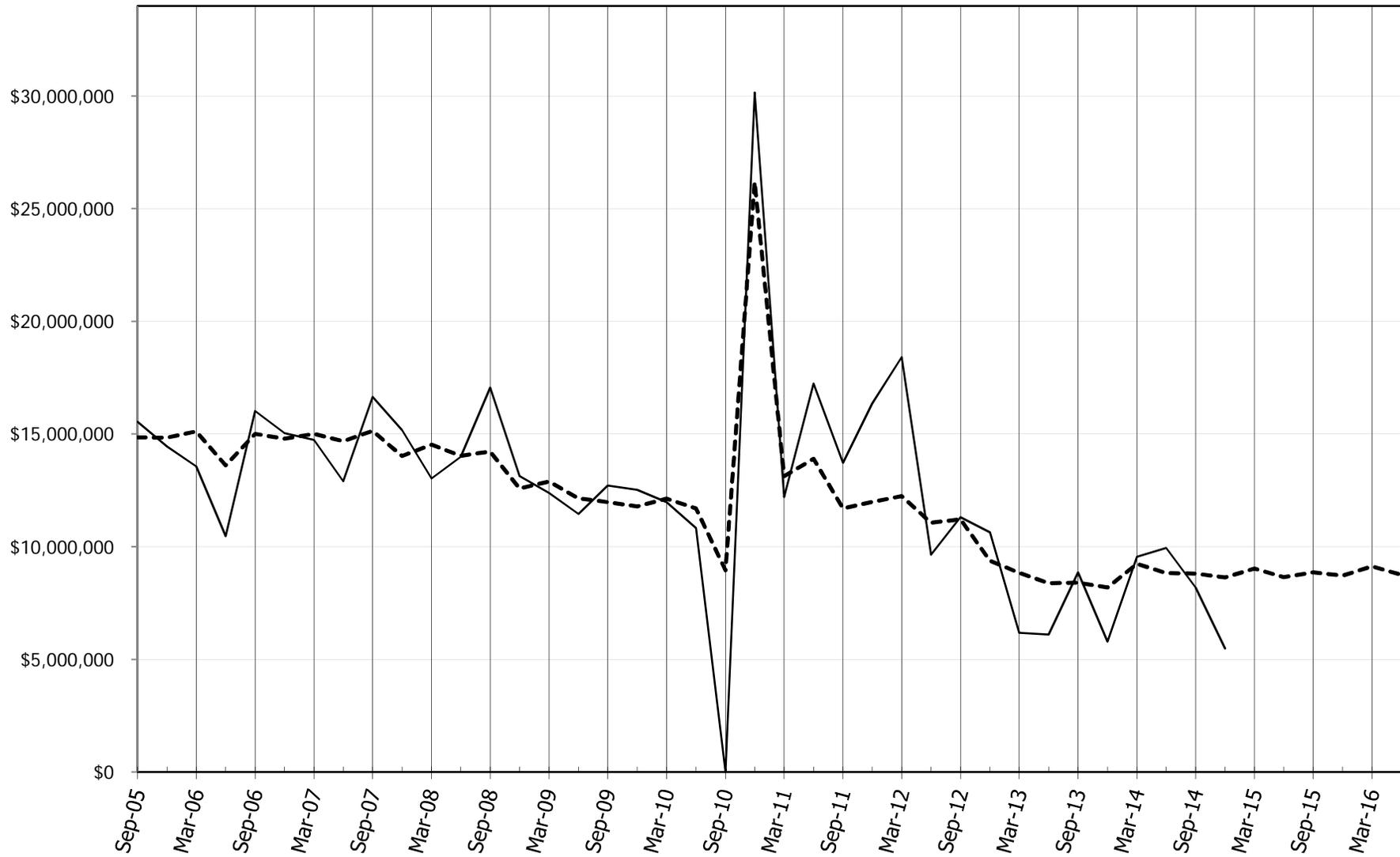
Total Statewide Medi-Cal Caseload



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--

