

Family Health Local Assistance Estimate Management Summary November 2015 Estimate

The Family Health Local Assistance Estimate forecasts the current and budget year expenditures for the Department's four state only funded programs; California Children's Services, Child Health and Disability Prevention, Genetically Handicapped Persons Program, and Every Woman Counts. These programs assist families and individuals by providing services for low income children and adults with special health care needs who do not qualify for enrollment in the Medi-Cal program. Costs for individuals with these special health care needs who qualify for Medi-Cal are included in the Medi-Cal Local Assistance Estimate.

The Family Health Local Assistance Estimate is categorized into four separate state only programs. Each category includes estimated expenditures for benefits, administration, and fiscal intermediary costs:

- Benefits: Expenditures for the care of the individuals enrolled in the program, including estimated base expenditures and those added through a policy change.
- Administration: Expenditures to determine program eligibility and the costs to administer the program.
- Fiscal Intermediary: Expenditures associated with the processing of medical claims.

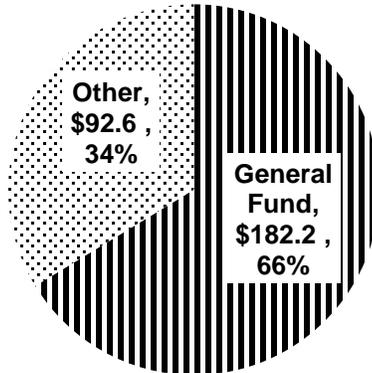
The following is a brief description of each program.

- California Children's Services (CCS): The CCS program, established in 1927, is one of the oldest public health care programs in the nation and is administered in partnership with county health departments. The CCS state only program provides health care services to children up to age 21 who have a CCS-eligible condition, such as: cystic fibrosis, hemophilia, cerebral palsy, heart disease, cancer or traumatic injury; and either do not qualify for full-scope Medi-Cal or whose families cannot afford the catastrophic health care costs for the child's care.
- Child Health and Disability Prevention (CHDP): The CHDP program (adopted in California in 1973) provides complete health assessments (screens) and immunizations for children at or under 18 years of age whose family income is at or below 200% of the Federal Poverty Level (FPL) who are not eligible for Medi-Cal. This program also administers the Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) benefit for Fee-For-Service Medi-Cal recipients.
- Genetically Handicapped Persons Program (GHPP): The GHPP program was established in 1975 and provides medically necessary services and administrative case management for individuals age 21 and over with a GHPP-eligible condition, such as cystic fibrosis, hemophilia, sickle cell, Huntington's, or metabolic diseases. The GHPP state only program is for those individuals who do not qualify for full scope Medi-Cal.
- Every Woman Counts (EWC) Program: The EWC program provides free breast and cervical cancer screening and diagnostic services to uninsured and underinsured women who do not qualify for Medi-Cal. Program benefits and administrative costs are budgeted on an accrual basis, while other programs in the Family Health Estimate are budgeted on a cash basis.

Family Health program spending is estimated to be \$267.74 million in FY 2015-16 and \$294.39 million in FY 2016-17. This does not include funds spent by county health departments on these programs.

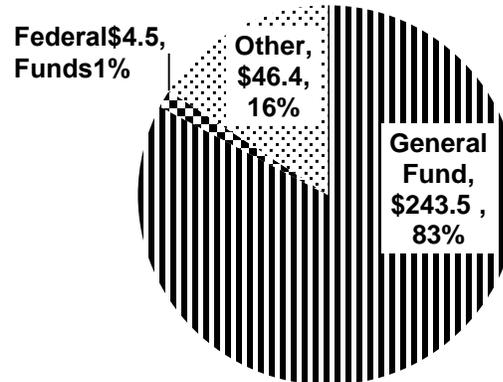
FY 2015-16

Dollars in Millions



FY 2016-17

Dollars in Millions



Note: FY 2015-16 Federal Funds are \$(17.2) Million.

The November 2015 Family Health Estimate for 2015-16 is \$32.90 million General Fund (GF) less than the FY 2015-16 Budget Appropriation

	November 2015	FY 2015-16 Appropriation	Change
<u>Fund 4260-111-001</u>			
California Children's Services (CCS)	\$ 60.78	\$ 97.11	\$ (36.33)
Child Health and Disability Prevention Program (CHDP)	\$ 1.26	\$ 1.36	\$ (0.10)
Genetically Handicapped Persons Program (GHPP)	\$ 120.03	\$ 112.27	\$ 7.75
Total Fund 4260-111-001	\$ 182.07	\$ 210.75	\$ (28.68)
<u>Fund 4260-114-001</u>			
Every Woman Counts Program (EWC)	\$ 0.17	\$ 4.40	\$ (4.23)
Total Fund 4260-111-001	\$ 0.17	\$ 4.40	\$ (4.23)
Total General Fund	\$ 182.24	\$ 215.15	\$ (32.90)

(Dollars in Millions, Rounded)

The Family Health General Fund costs increase by \$61.26 million in FY 2016-17, as compared to FY 2015-16.

	FY 2015-16	November 2015 FY 2016-17	Change
<u>Fund 4260-111-001</u>			
California Children's Services (CCS)	\$ 60.78	\$ 73.44	\$ 12.66
Child Health and Disability Prevention Program (CHDP)	\$ 1.26	\$ 0.46	\$ (0.81)
Genetically Handicapped Persons Program (GHPP)	\$ 120.03	\$ 169.60	\$ 49.58
<u>Total Fund 4260-111-001</u>	<u>\$ 182.07</u>	<u>\$ 243.50</u>	<u>\$ 61.43</u>
<u>Fund 4260-114-001</u>			
Every Woman Counts Program (EWC)	\$ 0.17	\$ 0.00	\$ (0.17)
<u>Total Fund 4260-111-001</u>	<u>\$ 0.17</u>	<u>\$ 0.00</u>	<u>\$ (0.17)</u>
Total General Fund	<u>\$ 182.24</u>	<u>\$ 243.50</u>	<u>\$ 61.26</u>

(Dollars in Millions, Rounded)

New Items*Dollars in Millions*

		Change from Appropriation		Change from FY 2015-16	
		FY 2015-16		FY 2016-17	
Name	PC	TF	GF	TF	GF
CCS					
Orkambi Benefit	9	\$0.37	\$0.37	\$0.67	\$0.67
Medi-Cal Expansion for Undocumented Children – County Administration	10	-\$0.18	-\$0.09	-\$0.88	-\$0.43
Medi-Cal Expansion for Undocumented Children – Benefits	11	-\$0.11	-\$0.11	-\$2.05	-\$2.05
CHDP					
Medi-Cal Expansion for Undocumented Children – Benefits	3	-\$0.04	-\$0.04	-\$0.81	-\$0.81
GHPP					
Orkambi Benefit	7	\$13.27	\$13.27	\$28.95	\$28.95

Orkambi Benefit (CCS PC 9 and GHPP PC 7)

The FDA approved drug, Orkambi, helps people with cystic fibrosis ages 12 and older who have specific defective or missing proteins resulting from mutations in a specific gene. The two new policy changes assume a July 1, 2015 implementation.

Medi-Cal Expansion for Undocumented Children (CCS PC's 10 & 11 and CHDP PC 3)

SB 75 (Chapter 18, Statutes of 2015) requires the expansion of full-scope Medi-Cal benefits to children under the age of 19 regardless of immigration status, essentially shifting this population from the CCS State-Only and CHDP programs to Medi-Cal. As a result, the Administration is proposing to sunset the income and age eligibility for the CHDP State-Only program; however the functions applicable to CHDP Medi-Cal will continue. The new policy changes assume a May 1, 2016 implementation.

Significant Changes*Dollars in Millions*

		Change from Appropriation		Change from FY 2015-16	
		FY 2015-16		FY 2016-17	
Name	PC	TF	GF	TF	GF
CCS					
CCS State-Only Treatment		-\$5.94	-\$5.94	\$0	\$0
MH/UCD & BTR – Safety Net Care Pool	6		-\$30.03		\$12.61
GHPP					
GHPP Treatment		\$5.72	\$5.72	\$5.38	\$5.39
MH/UCD & BTR – Safety Net Care Pool	4		-\$9.53		\$5.29
Blood Factor Drug Rebates and Contract Savings	3		-\$3.50		\$10.00
EWC					
Every Woman Counts Services		-\$4.23	-\$4.23	-\$5.70	-\$0.17

CCS State-Only Treatment

The CCS program provides treatment services for children under 21 years of age with CCS-eligible conditions for families unable to afford the catastrophic health care costs for the child's condition. CCS State-Only treatment base expenditures are expected to decrease from appropriation as actual expenditures have been less than projected primarily due to CCS individuals shifting to full-scope Medi-Cal.

MH/UCD & BTR – Safety Net Care Pool (CCS PC 6 and GHPP PC 4)

The California Bridge to Reform (BTR) Section 1115(a) Medicaid Demonstration allows the Department to claim federal financial participation using the certified public expenditures (CPEs) of approved Designated State Health Programs (DSHP) including the GHPP and CCS State-Only programs. The BTR was temporarily extended to December 31, 2015. The BTR DSHP savings are not assumed to continue in the Medi-Cal 2020 Waiver, however final reconciliations from the program will continue to be budgeted.

GHPP Treatment

The GHPP provides comprehensive treatment services for persons with a qualifying genetic disease who are not eligible for Medi-Cal. GHPP treatment base expenditures are expected to increase from appropriation based on historical growth primarily due to increased average annual costs for individuals with hemophilia.

Blood Factor Drug Rebates and Contract Savings (GHPP PC 3)

The GHPP participates in the Medi-Cal factor rebates program for clotting factor replacement therapy for beneficiaries with hemophilia. FY 2015-16 includes a one-time usage of \$10 million in rebates funds that had accumulated in the fund over the past three years. In FY 2016-17, the rebates will return to a maintenance level.

Every Woman Counts Services

The EWC program provides free breast and cervical cancer screening and diagnostic services to uninsured and underinsured women. Expenditures and caseload for the EWC program are expected to decrease due to the ACA expansion.

Management Summary
Fiscal Year 2015-16
Comparison of Appropriation to November Estimate

	<u>Approp Est.</u> <u>FY 2015-16</u>	<u>Nov. 15 Est.</u> <u>FY 2015-16</u>	<u>Chg Approp -</u> <u>Nov. 2015 Est.</u>
<u>California Children's Services</u>			
4260-111-0001 (General Fund)	\$ 97,109,000	\$ 60,780,000	\$ (36,329,000)
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,992,000	\$ 5,902,000	\$ (90,000)
4260-601-7503 (Federal Title XIX HCSF)	\$ (17,419,000)	\$ 12,611,000	\$ 30,030,000
4260-111-0890 (Federal Title XXI)	\$ 0	\$ 3,000	\$ 3,000
County Funds ¹	\$ 86,984,000	\$ 79,591,000	\$ (7,393,000)
TOTAL CCS	\$ 85,682,000	\$ 79,296,000	\$ (6,386,000)
<u>Child Health and Disability Prevention Program</u>			
4260-111-0001 (General Fund)	\$ 1,364,000	\$ 1,263,000	\$ (101,000)
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 11,000	\$ 0
TOTAL CHDP	\$ 1,375,000	\$ 1,274,000	\$ (101,000)
<u>Genetically Handicapped Persons Program</u>			
4260-111-0001 (General Fund)	\$ 112,272,000	\$ 120,026,000	\$ 7,754,000
4260-601-7503 (Federal Title XIX HCSF)	\$ (4,241,000)	\$ 5,289,000	\$ 9,530,000
4260-601-0995 (Enrollment Fees)	\$ 436,000	\$ 441,000	\$ 5,000
4260-601-3079 (Rebates Special Fund)	\$ 20,000,000	\$ 23,500,000	\$ 3,500,000
TOTAL GHPP	\$ 128,467,000	\$ 149,256,000	\$ 20,789,000
<u>Every Woman Counts Program</u>			
4260-114-0001 (General Fund)	\$ 4,401,000	\$ 173,000	\$ (4,228,000)
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	\$ 42,140,000	\$ 37,912,000	\$ (4,228,000)
GRAND TOTAL - ALL FUNDS	\$ 257,664,000	\$ 267,738,000	\$ 10,074,000
4260-111-0001	\$ 210,745,000	\$ 182,069,000	\$ (28,676,000)
4260-111-0080	\$ 11,000	\$ 11,000	\$ 0
4260-111-0890	\$ 0	\$ 3,000	\$ 3,000
4260-114-0001	\$ 4,401,000	\$ 173,000	\$ (4,228,000)
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	\$ 6,343,000	\$ (85,000)
4260-601-3079	\$ 20,000,000	\$ 23,500,000	\$ 3,500,000
4260-601-7503	\$ (21,660,000)	\$ 17,900,000	\$ 39,560,000
County Funds ¹	\$ 86,984,000	\$ 79,591,000	\$ (7,393,000)

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

Management Summary
Fiscal Year 2015-16 Compared to Fiscal Year 2016-17

	<u>Nov. 15 Est.</u> <u>FY 2015-16</u>	<u>Nov. 15 Est.</u> <u>FY 2016-17</u>	<u>Difference</u> <u>Incr./Decr.)</u>
<u>California Children's Services</u>			
4260-111-0001 (General Fund)	\$ 60,780,000	\$ 73,441,000	\$ 12,661,000
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,902,000	\$ 4,723,000	\$ (1,179,000)
4260-601-7503 (Federal Title XIX HCSF)	\$ 12,611,000	\$ 0	\$ (12,611,000)
4260-111-0890 (Federal Title XXI)	\$ 3,000	\$ 0	\$ (3,000)
County Funds ¹	\$ 79,591,000	\$ 78,501,000	\$ (1,090,000)
TOTAL CCS	<u>\$ 79,296,000</u>	<u>\$ 78,164,000</u>	<u>\$ (1,132,000)</u>
<u>Child Health and Disability Prevention Program</u>			
4260-111-0001 (General Fund)	\$ 1,263,000	\$ 456,000	\$ (807,000)
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 11,000	\$ 0
TOTAL CHDP	<u>\$ 1,274,000</u>	<u>\$ 467,000</u>	<u>\$ (807,000)</u>
<u>Genetically Handicapped Persons Program</u>			
4260-111-0001 (General Fund)	\$ 120,026,000	\$ 169,602,000	\$ 49,576,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 5,289,000	\$ 0	\$ (5,289,000)
4260-601-0995 (Enrollment Fees)	\$ 441,000	\$ 443,000	\$ 2,000
4260-601-3079 (Rebates Special Fund)	\$ 23,500,000	\$ 13,500,000	\$ (10,000,000)
TOTAL GHPP	<u>\$ 149,256,000</u>	<u>\$ 183,545,000</u>	<u>\$ 34,289,000</u>
<u>Every Woman Counts Program</u>			
4260-114-0001 (General Fund)	\$ 173,000	\$ 0	\$ (173,000)
4260-114-0236 (Prop 99)	\$ 25,318,000	\$ 19,794,000	\$ (5,524,000)
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	<u>\$ 37,912,000</u>	<u>\$ 32,215,000</u>	<u>\$ (5,697,000)</u>
GRAND TOTAL - ALL FUNDS	<u>\$ 267,738,000</u>	<u>\$ 294,391,000</u>	<u>\$ 26,653,000</u>
4260-111-0001	\$ 182,069,000	\$ 243,499,000	\$ 61,430,000
4260-111-0080	\$ 11,000	\$ 11,000	\$ 0
4260-111-0890	\$ 3,000	\$ 0	\$ (3,000)
4260-114-0001	\$ 173,000	\$ 0	\$ (173,000)
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0236	\$ 25,318,000	\$ 19,794,000	\$ (5,524,000)
4260-114-0890	\$ 4,509,000	\$ 4,509,000	\$ 0
4260-601-0995	\$ 6,343,000	\$ 5,166,000	\$ (1,177,000)
4260-601-3079	\$ 23,500,000	\$ 13,500,000	\$ (10,000,000)
4260-601-7503	\$ 17,900,000	\$ 0	\$ (17,900,000)
County Funds ¹	\$ 79,591,000	\$ 78,501,000	\$ (1,090,000)

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Management Summary
Fiscal Year 2016-17
Comparison of Appropriation to November Estimate

	<u>Approp Est.</u> <u>FY 2015-16</u>	<u>Nov. 15 Est.</u> <u>FY 2016-17</u>	<u>Chg Approp -</u> <u>Nov. 2015 Est.</u>
<u>California Children's Services</u>			
4260-111-0001 (General Fund)	\$ 97,109,000	\$ 73,441,000	\$ (23,668,000)
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,992,000	\$ 4,723,000	\$ (1,269,000)
4260-601-7503 (Federal Title XIX HCSF)	\$ (17,419,000)	\$ 0	\$ 17,419,000
4260-111-0890 (Federal Title XXI)	\$ 0	\$ 0	\$ 0
County Funds ¹	\$ 86,984,000	\$ 78,501,000	\$ (8,483,000)
TOTAL CCS	<u>\$ 85,682,000</u>	<u>\$ 78,164,000</u>	<u>\$ (7,518,000)</u>
<u>Child Health and Disability Prevention Program</u>			
4260-111-0001 (General Fund)	\$ 1,364,000	\$ 456,000	\$ (908,000)
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 11,000	\$ 0
TOTAL CHDP	<u>\$ 1,375,000</u>	<u>\$ 467,000</u>	<u>\$ (908,000)</u>
<u>Genetically Handicapped Persons Program</u>			
4260-111-0001 (General Fund)	\$ 112,272,000	\$ 169,602,000	\$ 57,330,000
4260-601-7503 (Federal Title XIX HCSF)	\$ (4,241,000)	\$ 0	\$ 4,241,000
4260-601-0995 (Enrollment Fees)	\$ 436,000	\$ 443,000	\$ 7,000
4260-601-3079 (Rebates Special Fund)	\$ 20,000,000	\$ 13,500,000	\$ (6,500,000)
TOTAL GHPP	<u>\$ 128,467,000</u>	<u>\$ 183,545,000</u>	<u>\$ 55,078,000</u>
<u>Every Woman Counts Program</u>			
4260-114-0001 (General Fund)	\$ 4,401,000	\$ 0	\$ (4,401,000)
4260-114-0236 (Prop 99)	\$ 25,318,000	\$ 19,794,000	\$ (5,524,000)
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	<u>\$ 42,140,000</u>	<u>\$ 32,215,000</u>	<u>\$ (9,925,000)</u>
GRAND TOTAL - ALL FUNDS	<u>\$ 257,664,000</u>	<u>\$ 294,391,000</u>	<u>\$ 36,727,000</u>
4260-111-0001	\$ 210,745,000	\$ 243,499,000	\$ 32,754,000
4260-111-0080	\$ 11,000	\$ 11,000	\$ 0
4260-111-0890	\$ 0	\$ 0	\$ 0
4260-114-0001	\$ 4,401,000	\$ 0	\$ (4,401,000)
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0236	\$ 25,318,000	\$ 19,794,000	\$ (5,524,000)
4260-114-0890	\$ 4,509,000	\$ 4,509,000	\$ 0
4260-601-0995	\$ 6,428,000	\$ 5,166,000	\$ (1,262,000)
4260-601-3079	\$ 20,000,000	\$ 13,500,000	\$ (6,500,000)
4260-601-7503	\$ (21,660,000)	\$ 0	\$ 21,660,000
County Funds ¹	\$ 86,984,000	\$ 78,501,000	\$ (8,483,000)

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