

**Family Health Estimate  
Management Summary  
November 2013 Estimate**

**Fiscal Year 2013-14**

The November 2013 Family Health Estimate shows a 2013-14 General Fund (GF) surplus of \$6.07 million compared to the FY 2013-14 Budget Appropriation, as explained below (dollars in millions):

2013-14 Budget Appropriation	\$55.60
November 2013 Estimate	<u>\$49.53</u>
GF Change	-\$6.07

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

4260-111-0001	
California Children's Services (CCS)	\$.86
Child Health and Disability Prevention Program (CHDP)	-\$.01
Genetically Handicapped Persons Program (GHPP)	<u>-\$6.99</u>
GF Change	-\$6.15
4260-114-0001	
Every Woman Counts Program (EWC)	<u>\$.08</u>
GF Change	\$.08

The major reasons for the change from the Appropriation include the following:

CCS

1. Reductions in the Treatment and Therapy Base

The Inpatient Reimbursement methodology change of reimbursing contract hospitals a Medi-Cal interim rate to the Medi-Cal rate has been incorporated into the CCS Treatment Base expenditures. The Inpatient Reimbursement change was a policy change in the May 2013 Medi-Cal Estimate. Base expenditures have also been lower than previously estimated. The November 2013 estimate assumes expenditures will continue at a lower level.

2. Delayed Healthy Families Transition to Medi-Cal

The final phase in the Healthy Families Transition to Medi-Cal was delayed from September 2013 to November 2013. An additional two months of expenditures due to the delay is reflected in the November 2013 Estimate.

## GHPP

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

The Appropriation included a one-time funding incorporating the balance of the Special Rebate Funds and an additional \$8 million to be collected in FY 2013-14. The November 2013 estimates that \$5.18 million of the rebates will not be received in time to offset the expenditures of the GHPP program.

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

Restitution of \$10.4 million GF was received from the USA v. Bio-Med lawsuit.

## EWC

### 1. Every Woman Counts Program

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 base costs are expected to slightly grow, by \$0.01 million. Beginning with 2013-14, the EWC estimate GF is budgeted in 4260-114-0001.

**Management Summary**  
**Fiscal Year 2013-14**  
**Comparison of Appropriation to November Estimate**

	<u>Approp Est.</u> <u>FY 2013-14</u>	<u>Nov. 13 Est.</u> <u>FY 2013-14</u>	<u>Chg Approp -</u> <u>Nov. 2013 Est.</u>
<b><u>California Children's Services</u></b>			
4260-111-0001 (General Fund)	\$ 11,511,000	\$ 12,371,000	\$ 860,000
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 86,759,000	\$ 83,139,000	\$ (3,620,000)
4260-111-0890 (Federal Title XXI)	\$ 15,378,000	\$ 31,194,000	\$ 15,816,000
County Funds <sup>1</sup>	\$ 101,099,000	\$ 95,487,000	\$ (5,612,000)
<b>TOTAL CCS</b>	<b>\$ 118,910,000</b>	<b>\$ 131,966,000</b>	<b>\$ 13,056,000</b>
<b><u>Child Health and Disability Prevention Program</u></b>			
4260-111-0001 (General Fund)	\$ 1,769,000	\$ 1,756,000	\$ (13,000)
4260-111-0080 (CLPP Funds)	\$ 26,000	\$ 11,000	\$ (15,000)
<b>TOTAL CHDP</b>	<b>\$ 1,795,000</b>	<b>\$ 1,767,000</b>	<b>\$ (28,000)</b>
<b><u>Genetically Handicapped Persons Program</u></b>			
4260-111-0001 (General Fund)	\$ 24,339,000	\$ 17,346,000	\$ (6,993,000)
4260-601-7503 (Federal Title XIX HCSF)	\$ 43,868,000	\$ 46,719,000	\$ 2,851,000
4260-601-0995 (Enrollment Fees)	\$ 376,000	\$ 453,000	\$ 77,000
4260-601-3079 (Rebates Special Fund)	\$ 42,158,000	\$ 36,979,000	\$ (5,179,000)
<b>TOTAL GHPP</b>	<b>\$ 110,741,000</b>	<b>\$ 101,497,000</b>	<b>\$ (9,244,000)</b>
<b><u>Every Woman Counts Program</u></b>			
4260-114-0001 (General Fund)	\$ 17,982,000	\$ 18,059,000	\$ 77,000
4260-114-0236 (Prop 99)	\$ 22,081,000	\$ 22,081,000	\$ 0
4260-114-0009 (Breast Cancer Control Account)	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0890 (Center for Disease Control)	\$ 4,644,000	\$ 4,644,000	\$ 0
<b>TOTAL EWC</b>	<b>\$ 52,619,000</b>	<b>\$ 52,696,000</b>	<b>\$ 77,000</b>
<b>GRAND TOTAL - ALL FUNDS</b>	<b>\$ 284,065,000</b>	<b>\$ 287,926,000</b>	<b>\$ 3,861,000</b>
4260-111-0001	\$ 37,619,000	\$ 31,473,000	\$ (6,146,000)
4260-111-0080	\$ 26,000	\$ 11,000	\$ (15,000)
4260-111-0890	\$ 15,378,000	\$ 31,194,000	\$ 15,816,000
4260-114-0001	\$ 17,982,000	\$ 18,059,000	\$ 77,000
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0236	\$ 22,081,000	\$ 22,081,000	\$ 0
4260-114-0890	\$ 4,644,000	\$ 4,644,000	\$ 0
4260-601-0995	\$ 5,638,000	\$ 5,715,000	\$ 77,000
4260-601-3079	\$ 42,158,000	\$ 36,979,000	\$ (5,179,000)
4260-601-7503	\$ 130,627,000	\$ 129,858,000	\$ (769,000)
County Funds <sup>1</sup>	\$ 101,099,000	\$ 95,487,000	\$ (5,612,000)

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

**Family Health Estimate  
Management Summary  
November 2013 Estimate**

**Fiscal Year 2014-15**

The Family Health Estimate shows a 2014-15 General Fund increase of \$54.29 million compared to 2013-14 as explained below (dollars in millions):

2013-14	\$49.53
2014-15	<u>\$107.06</u>
GF Change	\$54.29

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

4260-111-0001	
California Children’s Services (CCS)	\$4.64
Child Health and Disability Prevention Program (CHDP)	\$.04
Genetically Handicapped Persons Program (GHPP)	<u>\$46.26</u>
GF Change	\$50.95
4260-114-0001	
Every Woman Counts Program (EWC)	<u>\$3.34</u>
GF Change	\$3.34

The major reasons for the increase in costs in 2014-15 include the following:

CCS

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

The federalization of the GHPP program uses Certified Public Expenditures to obtain federal funds and thereby offset the General Fund. In FY 2014-15, \$11.7 million less federal funds will be claimed due to less CCS expenditures.

2. Transition of CCS HFP Children to Medi-Cal

In FY 2014-15, it is assumed all CCS – Healthy Families beneficiaries will have been transitioned to Medi-Cal. Only residual expenditures are estimated to be paid in FY 2014-15.

## GHPP

### 1. Base: Treatment Costs

GHPP base costs are expected to increase by \$10.98 million GF over FY 2013-14 due to continued growth in expenditures.

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

The Appropriation included a one-time funding shift using the balance of the Special Rebate Funds in FY 2013-14 of \$26.98 million and provided a one-time relief in GF. It is assumed that the balance of the Special Rebate Fund will be depleted and the FY 2014-15 rebates will resume at the annual rebate level.

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

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

## EWC

### 1. Base

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

### 2. Policy Change 8 – Digital Mammography

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

**Management Summary**  
**Fiscal Year 2013-14 Compared to Fiscal Year 2014-15**

	<u>Nov. 13 Est.</u> <u>FY 2013-14</u>	<u>Nov. 13 Est.</u> <u>FY 2014-15</u>	<u>Difference</u> <u>Incr./.(Decr.)</u>
<b><u>California Children's Services</u></b>			
4260-111-0001 (General Fund)	\$ 12,371,000	\$ 17,014,000	\$ 4,643,000
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 83,139,000	\$ 71,405,000	\$ (11,734,000)
4260-111-0890 (Federal Title XXI)	\$ 31,194,000	\$ 193,000	\$ (31,001,000)
County Funds <sup>1</sup>	\$ 95,487,000	\$ 91,801,000	\$ (3,686,000)
<b>TOTAL CCS</b>	<b><u>\$ 131,966,000</u></b>	<b><u>\$ 93,874,000</u></b>	<b><u>\$ (38,092,000)</u></b>
<b><u>Child Health and Disability Prevention Program</u></b>			
4260-111-0001 (General Fund)	\$ 1,756,000	\$ 1,800,000	\$ 44,000
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 11,000	\$ 0
<b>TOTAL CHDP</b>	<b><u>\$ 1,767,000</u></b>	<b><u>\$ 1,811,000</u></b>	<b><u>\$ 44,000</u></b>
<b><u>Genetically Handicapped Persons Program</u></b>			
4260-111-0001 (General Fund)	\$ 17,346,000	\$ 63,609,000	\$ 46,263,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 46,719,000	\$ 48,271,000	\$ 1,552,000
4260-601-0995 (Enrollment Fees)	\$ 453,000	\$ 453,000	\$ 0
4260-601-3079 (Rebates Special Fund)	\$ 36,979,000	\$ 10,000,000	\$ (26,979,000)
<b>TOTAL GHPP</b>	<b><u>\$ 101,497,000</u></b>	<b><u>\$ 122,333,000</u></b>	<b><u>\$ 20,836,000</u></b>
<b><u>Every Woman Counts Program</u></b>			
4260-114-0001 (General Fund)	\$ 18,059,000	\$ 21,403,000	\$ 3,344,000
4260-114-0236 (Prop 99)	\$ 22,081,000	\$ 25,318,000	\$ 3,237,000
4260-114-0009 (Breast Cancer Control Account)	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0890 (Center for Disease Control)	\$ 4,644,000	\$ 4,509,000	\$ (135,000)
<b>TOTAL EWC</b>	<b><u>\$ 52,696,000</u></b>	<b><u>\$ 59,142,000</u></b>	<b><u>\$ 6,446,000</u></b>
<b>GRAND TOTAL - ALL FUNDS</b>	<b><u>\$ 287,926,000</u></b>	<b><u>\$ 277,160,000</u></b>	<b><u>\$ (10,766,000)</u></b>
4260-111-0001	\$ 31,473,000	\$ 82,423,000	\$ 50,950,000
4260-111-0080	\$ 11,000	\$ 11,000	\$ 0
4260-111-0890	\$ 31,194,000	\$ 193,000	\$ (31,001,000)
4260-114-0001	\$ 18,059,000	\$ 21,403,000	\$ 3,344,000
4260-114-0009	\$ 7,912,000	\$ 7,912,000	\$ 0
4260-114-0236	\$ 22,081,000	\$ 25,318,000	\$ 3,237,000
4260-114-0890	\$ 4,644,000	\$ 4,509,000	\$ (135,000)
4260-601-0995	\$ 5,715,000	\$ 5,715,000	\$ 0
4260-601-3079	\$ 36,979,000	\$ 10,000,000	\$ (26,979,000)
4260-601-7503	\$ 129,858,000	\$ 119,676,000	\$ (10,182,000)
County Funds <sup>1</sup>	\$ 95,487,000	\$ 91,801,000	\$ (3,686,000)

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**Management Summary**  
**Fiscal Year 2014-15**  
**Comparison of Appropriation to November Estimate**

	<u>Approp Est.</u> <u>FY 2013-14</u>	<u>Nov. 13 Est.</u> <u>FY 2014-15</u>	<u>Chg Approp -</u> <u>Nov. 2013 Est.</u>
<b><u>California Children's Services</u></b>			
4260-111-0001 (General Fund)	\$ 11,511,000	\$ 17,014,000	\$ 5,503,000
4260-601-0995 (CDPH Title V Reimbursement)	\$ 5,262,000	\$ 5,262,000	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 86,759,000	\$ 71,405,000	\$ (15,354,000)
4260-111-0890 (Federal Title XXI)	\$ 15,378,000	\$ 193,000	\$ (15,185,000)
County Funds <sup>1</sup>	\$ 101,099,000	\$ 91,801,000	\$ (9,298,000)
<b>TOTAL CCS</b>	<b><u>\$ 118,910,000</u></b>	<b><u>\$ 93,874,000</u></b>	<b><u>\$ (25,036,000)</u></b>
<b><u>Child Health and Disability Prevention Program</u></b>			
4260-111-0001 (General Fund)	\$ 1,769,000	\$ 1,800,000	\$ 31,000
4260-111-0080 (CLPP Funds)	\$ 26,000	\$ 11,000	\$ (15,000)
<b>TOTAL CHDP</b>	<b><u>\$ 1,795,000</u></b>	<b><u>\$ 1,811,000</u></b>	<b><u>\$ 16,000</u></b>
<b><u>Genetically Handicapped Persons Program</u></b>			
4260-111-0001 (General Fund)	\$ 24,339,000	\$ 63,609,000	\$ 39,270,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 43,868,000	\$ 48,271,000	\$ 4,403,000
4260-601-0995 (Enrollment Fees)	\$ 376,000	\$ 453,000	\$ 77,000
4260-601-3079 (Rebates Special Fund)	\$ 42,158,000	\$ 10,000,000	\$ (32,158,000)
<b>TOTAL GHPP</b>	<b><u>\$ 110,741,000</u></b>	<b><u>\$ 122,333,000</u></b>	<b><u>\$ 11,592,000</u></b>
<b><u>Every Woman Counts Program</u></b>			
4260-114-0001 (General Fund)	\$ 17,982,000	\$ 21,403,000	\$ 3,421,000
4260-114-0236 (Prop 99)	\$ 22,081,000	\$ 25,318,000	\$ 3,237,000
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4260-114-0890 (Center for Disease Control)	\$ 4,644,000	\$ 4,509,000	\$ (135,000)
<b>TOTAL EWC</b>	<b><u>\$ 52,619,000</u></b>	<b><u>\$ 59,142,000</u></b>	<b><u>\$ 6,523,000</u></b>
<b>GRAND TOTAL - ALL FUNDS</b>	<b><u>\$ 284,065,000</u></b>	<b><u>\$ 277,160,000</u></b>	<b><u>\$ (6,905,000)</u></b>
4260-111-0001	\$ 37,619,000	\$ 82,423,000	\$ 44,804,000
4260-111-0080	\$ 26,000	\$ 11,000	\$ (15,000)
4260-111-0890	\$ 15,378,000	\$ 193,000	\$ (15,185,000)
4260-114-0001	\$ 17,982,000	\$ 21,403,000	\$ 3,421,000
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4260-601-3079	\$ 42,158,000	\$ 10,000,000	\$ (32,158,000)
4260-601-7503	\$ 130,627,000	\$ 119,676,000	\$ (10,951,000)
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