

**FAMILY HEALTH
MAY 2009
LOCAL ASSISTANCE ESTIMATE
for
FISCAL YEARS
2008-09 and 2009-10**

**CHILD HEALTH &
DISABILITY PREVENTION
PROGRAM (CHDP)**



Fiscal Forecasting and Data Management Branch
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CHILD HEALTH AND DISABILITY PREVENTION PROGRAM
Funding Summary
Fiscal Years 2008-09 and 2009-10 Compared to November 2008 Estimate

FY 2008-09, Comparison of May 2009 and November 2008 Estimates

	<u>Nov. 08 Est. FY 2008-09</u>	<u>May 09 Est. FY 2008-09</u>	<u>Difference Incr./(Decr.)</u>
State-Only Screens:	34,059	36,707	2,648
Net Dollars:			
4260-111-0001 (General Fund)	\$ 2,041,000	\$ 2,355,000	\$ 314,000
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 8,000	(\$ 3,000)
Total Funds	\$ 2,052,000	\$ 2,363,000	\$ 311,000

FY 2009-10, May 2009 Estimate Compared to November 2008 Estimate

	<u>Nov. 08 Est. FY 2009-10</u>	<u>May 09 Est. FY 2009-10</u>	<u>Difference Incr./(Decr.)</u>
State-Only Screens:	34,059	34,599	540
Net Dollars:			
4260-111-0001 (General Fund)	\$ 2,214,000	\$ 2,276,000	\$ 62,000
4260-111-0080 (CLPP Funds)	\$ 11,000	\$ 8,000	(\$ 3,000)
Total Funds	\$ 2,225,000	\$ 2,284,000	\$ 59,000

May 2009 Estimate, FY 2008-09 Compared to FY 2009-10

	<u>May 09 Est. FY 2008-09</u>	<u>May 09 Est. FY 2009-10</u>	<u>Difference Incr./(Decr.)</u>
State-Only Screens:	36,707	34,599	(2,108)
Net Dollars:			
4260-111-0001 (General Fund)	\$ 2,355,000	\$ 2,276,000	(\$ 79,000)
4260-111-0080 (CLPP Funds)	\$ 8,000	\$ 8,000	\$ 0
Total Funds	\$ 2,363,000	\$ 2,284,000	(\$ 79,000)

CHILD HEALTH AND DISABILITY PREVENTION PROGRAM
Funding Summary
Fiscal Years 2008-09 And 2009-10 Compared to Appropriation

FY 2008-09, May 2009 Estimate Compared to Appropriation			
	Appropriation FY 2008-09	May 09 Est. FY 2008-09	Difference Incr./(Decr.)
State-Only Screens:	42,757	36,707	(6,050)
Net Dollars:			
4260-111-0001 (General Fund)	\$ 2,450,000	\$ 2,355,000	(\$ 95,000)
4260-111-0080 (CLPP Funds)	\$ 24,000	\$ 8,000	(\$ 16,000)
Total Funds	\$ 2,474,000	\$ 2,363,000	(\$ 111,000)

May 2009 Estimate for FY 2009-10 Compared to FY 2008-09 Appropriation			
	Appropriation FY 2008-09	May 09 Est. FY 2009-10	Difference Incr./(Decr.)
State-Only Screens:	42,757	34,599	(8,158)
Net Dollars:			
4260-111-0001 (General Fund)	\$ 2,450,000	\$ 2,276,000	(\$ 174,000)
4260-111-0080 (CLPP Funds)	\$ 24,000	\$ 8,000	(\$ 16,000)
Total Funds	\$ 2,474,000	\$ 2,284,000	(\$ 190,000)

CHILD HEALTH AND DISABILITY PREVENTION PROGRAM**Funding Sources by Component****Comparison of Fiscal Years 2008-09 And 2009-10**

FY 2008-09, May 2009 Estimate Compared to Appropriation			
	<u>Appropriation FY 2008-09</u>	<u>May 09 Est. FY 2008-09</u>	<u>Difference Incr./((Decr.))</u>
Annual Screens	42,757	36,707	(6,050)
Program Expenditures			
A. CHDP Services	\$ 2,352,000	\$ 2,093,000	(\$ 259,000)
B. CHDP Administration			
1. Fiscal Intermediary	\$ 36,000	\$ 26,000	(\$ 10,000)
2. CHDP Program Allocation	\$ 244,000	\$ 244,000	\$ 0
C. Budget Balancing Reductions	<u>(\$ 158,000)</u>	<u>\$ 0</u>	<u>\$ 158,000</u>
Total CHDP Program	\$ 2,474,000	\$ 2,363,000	(\$ 111,000)
Funding			
A. General Fund 4260-111-0001	\$ 2,450,000	\$ 2,355,000	(\$ 95,000)
B. CLPP Funds 4260-111-0080	\$ 24,000	\$ 8,000	(\$ 16,000)

May 2009 Estimate, Fiscal Year 2008-09 Compared to Fiscal Year 2009-10			
	<u>May 09 Est. FY 2008-09</u>	<u>May 09 Est. FY 2009-10</u>	<u>Difference Incr./((Decr.))</u>
Annual Screens	36,707	34,599	(2,108)
Program Expenditures			
A. CHDP Services	\$ 2,093,000	\$ 2,014,000	(\$ 79,000)
B. CHDP Administration			
1. Fiscal Intermediary	\$ 26,000	\$ 26,000	\$ 0
2. CHDP Program Allocation	\$ 244,000	\$ 244,000	\$ 0
C. Budget Balancing Reductions	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total CHDP Program	\$ 2,363,000	\$ 2,284,000	(\$ 79,000)
Funding			
A. General Fund 4260-111-0001	\$ 2,355,000	\$ 2,276,000	(\$ 79,000)
B. CLPP Funds 4260-111-0080	\$ 8,000	\$ 8,000	\$ 0
Average \$/Screen			
Total CHDP	\$ 64.37	\$ 66.01	\$ 1.64

Note: The average cost per screen amounts above are calculated using expenditures that have been rounded to the nearest \$1,000. Additionally, the expenditures have been adjusted for the impact of policy changes. Therefore, they may differ from the base cost per screen amounts depicted in "Quarterly Summary" table.

CHILD HEALTH AND DISABILITY PREVENTION PROGRAM**Funding Sources by Component****Comparison of May 2009 Estimate to November 2008 Estimate**

FY 2008-09, May 2009 Estimate Compared to November 2008 Estimate			
	Nov. 2008 Est. FY 2008-09	May 2009 Est. FY 2008-09	Difference Incr./(Decr.)
Annual Screens	34,059	36,707	2,648
Program Expenditures			
A. CHDP Services	\$ 1,933,000	\$ 2,093,000	\$ 160,000
B. CHDP Administration			
1. Fiscal Intermediary	\$ 28,000	\$ 26,000	(\$ 2,000)
2. CHDP Program Allocation	\$ 244,000	\$ 244,000	\$ 0
C. Budget Balancing Reductions	(\$ 153,000)	\$ 0	\$ 153,000
Total CHDP Program	\$ 2,052,000	\$ 2,363,000	\$ 311,000
Funding			
A. General Fund 4260-111-0001	\$ 2,041,000	\$ 2,355,000	\$ 314,000
B. CLPP Funds 4260-111-0080	\$ 11,000	\$ 8,000	(\$ 3,000)

FY 2009-10, May 2009 Estimate Compared to November 2008 Estimate			
	Nov. 08 Est. FY 2009-10	May 09 Est. FY 2009-10	Difference Incr./(Decr.)
Annual Screens	34,059	34,599	540
Program Expenditures			
A. CHDP Services	\$ 1,976,000	\$ 2,014,000	\$ 38,000
B. CHDP Administration			
1. Fiscal Intermediary	\$ 28,000	\$ 26,000	(\$ 2,000)
2. CHDP Program Allocation	\$ 244,000	\$ 244,000	\$ 0
C. Budget Balancing Reductions	(\$ 23,000)	\$ 0	\$ 23,000
Total CHDP Program	\$ 2,225,000	\$ 2,284,000	\$ 59,000
Funding			
A. General Fund 4260-111-0001	\$ 2,214,000	\$ 2,276,000	\$ 62,000
B. CLPP Funds 4260-111-0080	\$ 11,000	\$ 8,000	(\$ 3,000)

Note: The average cost per screen amounts above are calculated using expenditures that have been rounded to the nearest \$1,000. Additionally, the expenditures have been adjusted for the impact of policy changes. Therefore, they may differ from the base cost per screen amounts depicted in "Quarterly Summary" table.

**CHILD HEALTH AND DISABILITY PREVENTION PROGRAM
STATE FUNDED SCREENS AND COSTS
QUARTERLY SUMMARY**

<u>QUARTER</u>	<u>SCREENS</u>	<u>WEIGHTED AVG TOTAL FEE</u>	<u>TOTAL COST</u>
1	13,031	\$ 1,679.13	\$ 21,880,723
2	13,302	\$ 1,289.21	\$ 17,149,124
3	311,992	\$ 53.04	\$ 16,548,466
4	346,392	\$ 54.50	\$ 18,879,619
2004-05	684,717	\$ 108.74	\$ 74,457,932
1	337,474	\$ 53.74	\$ 18,134,209
2	174,646	\$ 3.49	\$ 608,664
3	96,110	\$ 50.70	\$ 4,873,098
4	17,615	\$ 47.05	\$ 828,859
2005-06	625,845	\$ 39.06	\$ 24,444,830
1	9,781	\$ 73.93	\$ 723,090
2	9,965	\$ 75.93	\$ 756,618
3	8,815	\$ 93.75	\$ 826,391
4	8,135	\$ 103.85	\$ 844,786
2006-07	36,696	\$ 85.87	\$ 3,150,885
1	10,902	\$ 59.28	\$ 657,835
2	9,486	\$ 59.59	\$ 558,886
3	8,940	\$ 56.50	\$ 505,090
4	7,820	\$ 55.22	\$ 431,845
2007-08	37,148	\$ 57.98	\$ 2,153,656
1	10,683	\$ 57.14	\$ 610,410
2	8,724	\$ 57.37	\$ 500,454
3*	8,650	\$ 56.16	\$ 485,812
4*	8,650	\$ 57.32	\$ 495,840
2008-09	36,707	\$ 57.02	\$ 2,092,516
1*	8,650	\$ 58.60	\$ 506,914
2*	8,650	\$ 58.23	\$ 503,664
3*	8,650	\$ 57.41	\$ 496,584
4*	8,650	\$ 58.57	\$ 506,612
2009-10	34,599	\$ 58.21	\$ 2,013,774

* Includes estimated values

**CHILD HEALTH AND DISABILITY PREVENTION PROGRAM
Comparison of Assumed Fiscal Impacts of Policy Changes**

Fiscal Year 2008-09, Comparison of May 2009 and November 2008 Estimates

<u>POLICY CHG.</u> <u>TYPE</u>	<u>NO.</u>	<u>DESCRIPTION</u>	<u>NOVEMBER 2008 ESTIMATE</u>		<u>MAY 2009 ESTIMATE</u>		<u>DIFFERENCE, Incr./((Decr.))</u>	
			<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>
FI	1	FISCAL INTERMEDIARY EXPENDITURES	\$28,000	\$28,000	\$26,000	\$26,000	-\$2,000	-\$2,000
Benefits	2	REDUCTION TO CHDP PROVIDER PAYMENTS	-\$153,000	-\$153,000	\$0	\$0	\$153,000	\$153,000
		CHDP TOTAL	-\$125,000	-\$125,000	\$26,000	\$26,000	\$151,000	\$151,000

Fiscal Year 2009-10, Comparison of May 2009 and November 2008 Estimates

<u>POLICY CHG.</u> <u>TYPE</u>	<u>NO.</u>	<u>DESCRIPTION</u>	<u>NOVEMBER 2008 ESTIMATE</u>		<u>MAY 2009 ESTIMATE</u>		<u>DIFFERENCE, Incr./((Decr.))</u>	
			<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>
FI	1	FISCAL INTERMEDIARY EXPENDITURES	\$28,000	\$28,000	\$26,000	\$26,000	-\$2,000	-\$2,000
Benefits	2	REDUCTION TO CHDP PROVIDER PAYMENTS	-\$23,000	-\$23,000	\$0	\$0	\$23,000	\$23,000
		CHDP TOTAL	\$5,000	\$5,000	\$26,000	\$26,000	\$21,000	\$21,000

FISCAL INTERMEDIARY EXPENDITURES

POLICY CHANGE NUMBER: 1
IMPLEMENTATION DATE: 07/2002
ANALYST: Jeanne Rickelton

		<u>FY 2008-09</u>	<u>FY 2009-10</u>
FULL YEAR COST	- TOTAL FUNDS	\$26,000	\$26,000
	- GENERAL FUND	\$26,000	\$26,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$26,000	\$26,000
	- GENERAL FUND	\$26,000	\$26,000

DESCRIPTION

CHDP Claims are paid by Electronic Data Systems (EDS) and reimbursed based on a cost per claim line.

Assumptions:

1. The number of adjudicated claim lines (ACLs) for CHDP is estimated to be 144,390 in FY 2008-09 and 144,390 in FY 2009-10.
2. The average price per ACL is estimated to be \$0.18187 in FY 2008-09 and \$0.18008 in FY 2009-10.
3. Claims processing costs for CHDP ACLs are estimated as follows:

FY 2008-09: 144,390 x \$0.18187 = **\$26,000 (\$26,000 GF)**

FY 2009-10: 144,390 x \$0.18008 = **\$26,000 (\$26,000 GF)**

REDUCTION TO CHDP PROVIDER PAYMENTS

POLICY CHANGE NUMBER: 2
IMPLEMENTATION DATE: 7/2008
ANALYST: Shelley Stankeivicz

	<u>FY 2008-09</u>	<u>FY 2009-10</u>
FULL YEAR COST - TOTAL FUNDS	-\$127,000	-\$19,000
- GENERAL FUND	-\$127,000	-\$19,000
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	100.00%	100.00%
APPLIED TO BASE - TOTAL FUNDS	\$0	\$0
- GENERAL FUND	\$0	\$0

DESCRIPTION

Effective July 1, 2008, as required by ABX3 5 (Chapter 3, Statutes of 2008), the Department will reduce payments to State Only CHDP providers. Effective March 1, 2009, as required by the Health Trailer Bill of 2008, provider payments will be reduced by 1%.

Assumptions:

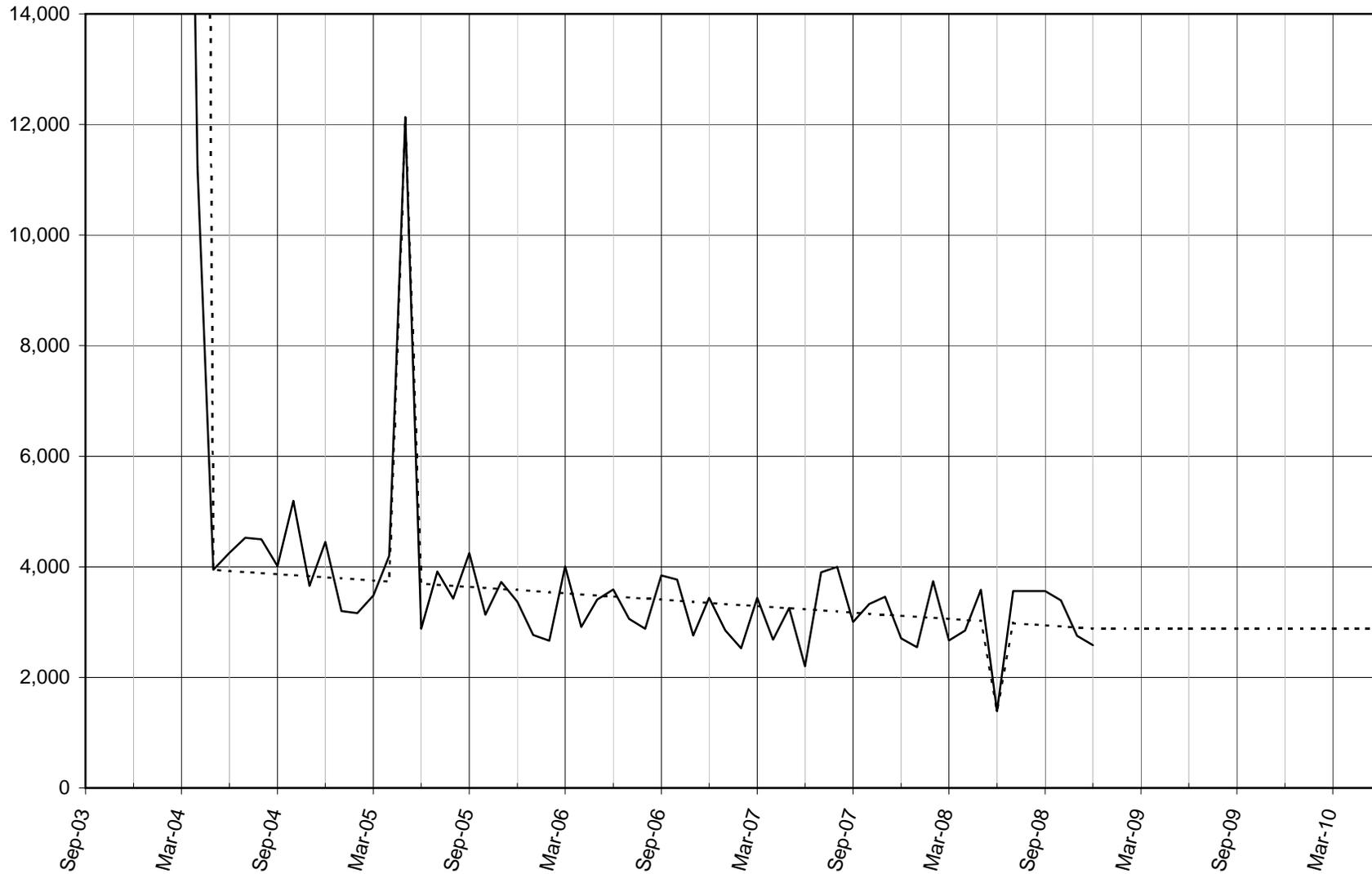
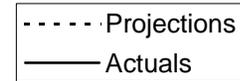
1. CHDP Provider Services expenditures in FY 2008-09 are expected to be \$1,933,000 GF.
2. CHDP Provider Services expenditures in FY 2009-10 are expected to be \$1,976,000 GF.
3. Assume 10% reductions for the months of July 2008 through February 2009, and 1% reductions from March 2009 forward.

FY 2008-09 Savings:

July-Feb Savings: $(\$1,933,000 \times 10\%) \div 12 \text{ mos.} \times 8 \text{ mos.} = \$128,867$
 $\$128,867 \times 0.9518 \text{ lag} = \$123,000 \text{ (rounded)}$
 Mar-Jun Savings: $(\$1,933,000 \times 1\%) \div 12 \text{ mos.} \times 4 \text{ mos.} = \$6,443$
 $\$6,443 \times 0.600 \text{ lag} = \$4,000 \text{ (rounded)}$
FY 2008-09 Total: $\$123,000 + \$4,000 = \mathbf{\$127,000}$

FY 2009-10 Savings: $\$1,976,000 \times 1\% = \$19,760 \times 0.972 \text{ lag} = \mathbf{\$19,000 \text{ (rounded)}}$

CHDP Screens



CHDP Dollars Per Screen

----- Projections
——— Actuals

