

**FAMILY HEALTH  
MAY 2011  
LOCAL ASSISTANCE ESTIMATE  
for  
FISCAL YEARS  
2010-11 and 2011-12**

# **MANAGEMENT SUMMARY**

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**Family Health Estimate  
Management Summary  
May 2011 Estimate**

**Fiscal Year 2010-11**

The November 2010 Family Health Estimate displays a \$76.5 million GF surplus when compared to the 2010-11 Appropriation. The May 2011 Family Health Estimate displays a surplus of \$158.1 million GF as compared to the Appropriation. The May 2011 Family Health Estimate GF total is \$81.6 million less than reported in the November 2010 Family Health Estimate. The change from the November 2010 Family Health Estimate is explained as follows (dollars in millions):

November 2010 General Fund:	\$114.0
May 2011 General Fund:	<u>\$32.4</u>
<b>General Fund Change:</b>	<b>(\$81.6)</b>

The 2010-11 GF change from the November 2010 Family Health Estimate by specific program is:

California Children's Services (CCS)	(\$43.3)
Child Health and Disability Prevention Program (CHDP)	0.0
Genetically Handicapped Persons Program (GHPP)	<u>(38.3)</u>
<b>Total Family Health</b>	<b>(\$81.6)</b>

The major reasons for the change from the November 2010 Family Health Estimate is:

CCS

1. Base:CCS State-Only Treatment Services: CCS State-Only base costs are expected to be \$1.8 million GF less in 2010-11 and \$2.1 million GF less in 2011-12 than anticipated in the November 2010 Family Health Estimate based on later actual data.
2. Policy Change 6 – MH/UCD & BTR-Safety Net Care Pool: In November 2010 the Department's Bridge to Reform Demonstration waiver impact was included in a statewide budget control section. For the May 2011 Estimate, the waiver impact has been incorporated into the Family Health Estimate. In 2010-11 and 2011-12, the amount of certified public expenditures (CPE) associated with the CCS state-only program will increase by \$36.1 million and \$70.8 million respectively.

## GHPP

1. Base: Treatment Costs: GHPP base costs are expected to decrease by \$13.1 million GF in 2010-11 more than anticipated in the November 2010 Family Health Estimate based on later actual data. An additional \$7.8 million GF decrease is expected in 2011-12 due to more GHPP clients being found eligible for Medi-Cal.
2. Policy Change 4 – MH/UCD & BTR-Safety Net Care Pool: In 2010-11 and 2011-12, the amount of CPEs from the CCS state-only program will increase by \$25.1 million and \$35.2 million respectively. See reasons defined in CCS above.

**Management Summary**  
**Fiscal Year 2010-11**  
**Comparison of Appropriation, November 2010, and May 2011 Estimates**

	<u>Appropriation FY 2010-11</u>	<u>Nov. 10 Est. FY 2010-11</u>	<u>May 11 Est. FY 2010-11</u>	<u>Chg Approp - May 11 Est.</u>	<u>Chg Nov. 10 - May 11 Est.</u>
<b><u>California Children's Services</u></b>					
4260-111-0001 (General Fund)	\$ 123,904,850	\$ 59,437,550	\$ 16,095,600	\$ (107,809,250)	\$ (43,341,950)
4260-601-0995 (CDPH Title V Reimbursement)	\$ 6,717,000	\$ 6,717,000	\$ 6,717,000	\$ 0	\$ 0
4260-601-7503 (Federal Title XIX HCSF)	\$ 22,000,000	\$ 74,296,000	\$ 110,346,000	\$ 88,346,000	\$ 36,050,000
4260-111-0890 (Federal Title XXI)	\$ 167,475,150	\$ 144,319,450	\$ 136,583,800	\$ (30,891,350)	\$ (7,735,650)
County Funds <sup>1</sup>	\$ 133,793,000	\$ 126,546,000	\$ 119,826,600	\$ (13,966,400)	\$ (6,719,400)
<b>TOTAL CCS</b>	<b><u>\$ 320,097,000</u></b>	<b><u>\$ 284,770,000</u></b>	<b><u>\$ 269,742,400</u></b>	<b><u>\$ (50,354,600)</u></b>	<b><u>\$ (15,027,600)</u></b>
<b><u>Child Health and Disability Prevention Program</u></b>					
4260-111-0001 (General Fund)	\$ 2,354,000	\$ 2,411,000	\$ 2,451,000	\$ 97,000	\$ 40,000
4260-111-0080 (CLPP Funds)	\$ 8,000	\$ 8,000	\$ 32,000	\$ 24,000	\$ 24,000
<b>TOTAL CHDP</b>	<b><u>\$ 2,362,000</u></b>	<b><u>\$ 2,419,000</u></b>	<b><u>\$ 2,483,000</u></b>	<b><u>\$ 121,000</u></b>	<b><u>\$ 64,000</u></b>
<b><u>Genetically Handicapped Persons Program</u></b>					
4260-111-0001 (General Fund)	\$ 64,237,500	\$ 52,149,600	\$ 13,823,400	\$ (50,414,100)	\$ (38,326,200)
4260-601-7503 (Federal Title XIX HCSF)	\$ 18,000,000	\$ 30,705,000	\$ 55,839,000	\$ 37,839,000	\$ 25,134,000
4260-601-0995 (Enrollment Fees)	\$ 325,000	\$ 197,000	\$ 367,000	\$ 42,000	\$ 170,000
4260-601-3079 (Rebates Special Fund)	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 0	\$ 0
<b>TOTAL GHPP</b>	<b><u>\$ 86,562,500</u></b>	<b><u>\$ 87,051,600</u></b>	<b><u>\$ 74,029,400</u></b>	<b><u>\$ (12,533,100)</u></b>	<b><u>\$ (13,022,200)</u></b>
<b>GRAND TOTAL - ALL FUNDS</b>	<b><u>\$ 409,021,500</u></b>	<b><u>\$ 374,240,600</u></b>	<b><u>\$ 346,254,800</u></b>	<b><u>\$ (62,766,700)</u></b>	<b><u>\$ (27,985,800)</u></b>
4260-111-0001	\$ 190,496,350	\$ 113,998,150	\$ 32,370,000	\$ (158,126,350)	\$ (81,628,150)
4260-111-0890	\$ 167,475,150	\$ 144,319,450	\$ 136,583,800	\$ (30,891,350)	\$ (7,735,650)
4260-601-7503	\$ 40,000,000	\$ 105,001,000	\$ 166,185,000	\$ 126,185,000	\$ 61,184,000
4260-601-0995	\$ 7,042,000	\$ 6,914,000	\$ 7,084,000	\$ 42,000	\$ 170,000
4260-111-0080	\$ 8,000	\$ 8,000	\$ 32,000	\$ 24,000	\$ 24,000
4260-601-3079	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 0	\$ 0
County Funds <sup>1</sup>	\$ 133,793,000	\$ 126,546,000	\$ 119,826,600	\$ (13,966,400)	\$ (6,719,400)

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

**Family Health Estimate  
Management Summary  
May 2011 Estimate**

**Fiscal Year 2011-12**

The Family Health Estimate shows a 2011-12 General Fund decrease of \$143.9 million compared to the November 2010 Family Health Estimate, as explained below (dollars in millions):

November 2010 Estimate:	\$230.7
May 2011 Estimate:	<u>\$86.8</u>
<b>GF Change</b>	<b>(\$143.9)</b>

The 2011-12 GF change from the November 2010 Family Health Estimate by specific program is:

California Children’s Services (CCS)	(\$92.0)
Child Health and Disability Prevention Program (CHDP)	(0.2)
Genetically Handicapped Persons Program (GHPP)	<u>(51.7)</u>
<b>Total Family Health</b>	<b>(\$143.9)</b>

The major reasons for the decrease in costs in 2011-12 compared to the November 2010 Family Health Estimate that was not discussed in 2010-11 summaries is:

CCS

1. Policy Change 8 - Title V Reimbursement from CDPH: In 2011-12, the Legislature authorized an additional \$1.6 million in Title V funds.
2. Policy Change 13A & 13B – 10% Provider Payment Reduction: The Health Trailer Bill of 2008 reduced provider payments by 1%. The Health Trailer Bill of 2011 enacted a 10% provider payment reduction that commences July 1, 2011. PCs 13A and 13B include the savings from the reductions for an additional 9%. The combined savings for the additional 9% reduction is estimated to be \$6.1 million GF in 2011-12.
3. Policy Change 14B – Shift of CCS HFP Children to Medi-Cal: The Department is proposing to transfer of children incomes above 100 percent and up to 250 percent of the Federal Poverty Level (FPL) from the Healthy Families Program (HFP) to the Medi-Cal program effective

January 1, 2011. Some of these children are currently receiving CCS services under the Family Health Estimate. As the children transfer from the HFP to Medi-Cal, the CCS services funded by the CCS-HFP will become the responsibility of the Medi-Cal program. The funding will shift from CCS-HFP and the Family Health Estimate to the Medi-Cal Estimate. In 2011-12, the amount of savings is estimated to be \$9.3 million GF that will shift to the Medi-Cal Estimate.

#### CHDP

1. Policy Change 3 – 10% Provider Payment Reduction: In 2011-12, the amount of savings is estimated to be \$0.2 million GF for the reasons defined under CCS above.

#### GHPP

1. Policy Change 8 – 10% Provider Payment Reduction: In 2011-12, the amount of savings is estimated to be \$8.6 million GF for the reasons defined under CCS above.

## Management Summary

### Fiscal Year 2010-11 Compared to Fiscal Year 2011-12

	May 11 Est. FY 2010-11	May 11 Est. FY 2011-12	Difference Incr./(Decr.)
<b><u>California Children's Services</u></b>			
4260-111-0001 (General Fund)	\$ 16,095,600	\$ 48,513,400	\$ 32,417,800
4260-601-0995 (CDPH Title V Reimbursement)	\$ 6,717,000	\$ 8,083,000	\$ 1,366,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 110,346,000	\$ 70,800,000	\$ (39,546,000)
4260-111-0890 (Federal Title XXI)	\$ 136,583,800	\$ 103,014,600	\$ (33,569,200)
County Funds <sup>1</sup>	\$ 119,826,600	\$ 117,233,000	\$ (2,593,600)
<b>TOTAL CCS</b>	<b>\$ 269,742,400</b>	<b>\$ 230,411,000</b>	<b>\$ (39,331,400)</b>
<b><u>Child Health and Disability Prevention Program</u></b>			
4260-111-0001 (General Fund)	\$ 2,451,000	\$ 2,255,000	\$ (196,000)
4260-111-0080 (CLPP Funds)	\$ 32,000	\$ 32,000	\$ 0
<b>TOTAL CHDP</b>	<b>\$ 2,483,000</b>	<b>\$ 2,287,000</b>	<b>\$ (196,000)</b>
<b><u>Genetically Handicapped Persons Program</u></b>			
4260-111-0001 (General Fund)	\$ 13,823,400	\$ 36,065,700	\$ 22,242,300
4260-601-7503 (Federal Title XIX HCSF)	\$ 55,839,000	\$ 35,200,000	\$ (20,639,000)
4260-601-0995 (Enrollment Fees)	\$ 367,000	\$ 367,000	\$ 0
4260-601-3079 (Rebates Special Fund)	\$ 4,000,000	\$ 4,000,000	\$ 0
<b>TOTAL GHPP</b>	<b>\$ 74,029,400</b>	<b>\$ 75,632,700</b>	<b>\$ 1,603,300</b>
<b>GRAND TOTAL - ALL FUNDS</b>	<b>\$ 346,254,800</b>	<b>\$ 308,330,700</b>	<b>\$ (37,924,100)</b>
4260-111-0001	\$ 32,370,000	\$ 86,834,100	\$ 54,464,100
4260-111-0890	\$ 136,583,800	\$ 103,014,600	\$ (33,569,200)
4260-601-7503	\$ 166,185,000	\$ 106,000,000	\$ (60,185,000)
4260-601-0995	\$ 7,084,000	\$ 8,450,000	\$ 1,366,000
4260-111-0080	\$ 32,000	\$ 32,000	\$ 0
4260-601-3079	\$ 4,000,000	\$ 4,000,000	\$ 0
County Funds <sup>1</sup>	\$ 119,826,600	\$ 117,233,000	\$ (2,593,600)

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

**Management Summary**  
**Fiscal Year 2011-12**  
**Comparison of Appropriation, November 2010, and May 2011 Estimates**

	<b>Approp Est. FY 2010-11</b>	<b>Nov. 10 Est. FY 2011-12</b>	<b>May 11 Est. FY 2011-12</b>	<b>Chg Approp - May 11 Est.</b>	<b>Chg Nov. 10 - May 11 Est.</b>
<b>California Children's Services</b>					
4260-111-0001 (General Fund)	\$ 123,904,850	\$ 140,468,300	\$ 48,513,400	\$ (75,391,450)	\$ (91,954,900)
4260-601-0995 (CDPH Title V Reimbursement)	\$ 6,717,000	\$ 6,417,000	\$ 8,083,000	\$ 1,366,000	\$ 1,666,000
4260-601-7503 (Federal Title XIX HCSF)	\$ 22,000,000	\$ 0	\$ 70,800,000	\$ 48,800,000	\$ 70,800,000
4260-111-0890 (Federal Title XXI)	\$ 167,475,150	\$ 151,257,700	\$ 103,014,600	\$ (64,460,550)	\$ (48,243,100)
County Funds <sup>1</sup>	\$ 133,793,000	\$ 132,490,000	\$ 117,233,000	\$ (16,560,000)	\$ (15,257,000)
<b>TOTAL CCS</b>	<b>\$ 320,097,000</b>	<b>\$ 298,143,000</b>	<b>\$ 230,411,000</b>	<b>\$ (89,686,000)</b>	<b>\$ (67,732,000)</b>
<b>Child Health and Disability Prevention Program</b>					
4260-111-0001 (General Fund)	\$ 2,354,000	\$ 2,473,000	\$ 2,255,000	\$ (99,000)	\$ (218,000)
4260-111-0080 (CLPP Funds)	\$ 8,000	\$ 8,000	\$ 32,000	\$ 24,000	\$ 24,000
<b>TOTAL CHDP</b>	<b>\$ 2,362,000</b>	<b>\$ 2,481,000</b>	<b>\$ 2,287,000</b>	<b>\$ (75,000)</b>	<b>\$ (194,000)</b>
<b>Genetically Handicapped Persons Program</b>					
4260-111-0001 (General Fund)	\$ 64,237,500	\$ 87,784,600	\$ 36,065,700	\$ (28,171,800)	\$ (51,718,900)
4260-601-7503 (Federal Title XIX HCSF)	\$ 18,000,000	\$ 0	\$ 35,200,000	\$ 17,200,000	\$ 35,200,000
4260-601-0995 (Enrollment Fees)	\$ 325,000	\$ 197,000	\$ 367,000	\$ 42,000	\$ 170,000
4260-601-3079 (Rebates Special Fund)	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 0	\$ 0
<b>TOTAL GHPP</b>	<b>\$ 86,562,500</b>	<b>\$ 91,981,600</b>	<b>\$ 75,632,700</b>	<b>\$ (10,929,800)</b>	<b>\$ (16,348,900)</b>
<b>GRAND TOTAL - ALL FUNDS</b>	<b>\$ 409,021,500</b>	<b>\$ 392,605,600</b>	<b>\$ 308,330,700</b>	<b>\$ (100,690,800)</b>	<b>\$ (84,274,900)</b>
4260-111-0001	\$ 190,496,350	\$ 230,725,900	\$ 86,834,100	\$ (103,662,250)	\$ (143,891,800)
4260-111-0890	\$ 167,475,150	\$ 151,257,700	\$ 103,014,600	\$ (64,460,550)	\$ (48,243,100)
4260-601-7503	\$ 40,000,000	\$ 0	\$ 106,000,000	\$ 66,000,000	\$ 106,000,000
4260-601-0995	\$ 7,042,000	\$ 6,614,000	\$ 8,450,000	\$ 1,408,000	\$ 1,836,000
4260-111-0080	\$ 8,000	\$ 8,000	\$ 32,000	\$ 24,000	\$ 24,000
4260-601-3079	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 0	\$ 0
County Funds <sup>1</sup>	\$ 133,793,000	\$ 132,490,000	\$ 117,233,000	\$ (16,560,000)	\$ (15,257,000)

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