



Health

2014-15

Budget Conference Committee on SB 852

**Assembly Member Nancy Skinner, Chair
Senator Mark Leno, Vice Chair**

**Members: Assembly Member Richard Bloom, Assembly Member Jeff Gorell, and Assembly Member Shirley Weber
Senator Loni Hancock, Senator Ricardo Lara, and Senator Jim Nielsen**

Table of Contents

<u>Item #</u>	<u>Title</u>	<u>Page</u>
<u>Health</u>		
4120	Emergency Medical Services Authority	
	Funding for Mobile Field Hospitals.....	1
4140	Office of Statewide Health Planning and Development	
	Song-Brown Program – Add Residency Slots.....	2
4150	Department of managed Health Care	
	Federal Mental Health Parity	3
4260	Department of Health Care Services (DHCS)	
	Medi-Cal Managed Care Ombudsman Program	4
	Vision Outreach Pilot Project	5
	Medi-Cal Mandatory Expansion.....	6
	Electronic Health Records – State Match	7
	Increase Medi-Cal Provider Reimbursement Rates.....	8
	Eliminate Rate Freeze for Intermediate Care Facilities for the Developmentally Disabled	9
	Rate Adjustment for Programs for All-Inclusive Care for the Elderly.....	10
	Applied Behavioral Analysis Services	11
	Restoration of Medi-Cal Optional Benefits for Adults.....	12
	Caregiver Resources Centers Augmentation	13
	Robert F. Kennedy Medical Plan – Stop Loss Coverage	14

Table of Contents

<u>Item #</u>	<u>Title</u>	<u>Page</u>
<u>Health</u> – (continued)		
4265	Department of Public Health	
	California Biomonitoring Program	15
	Supplemental Nutrition Assistance Program for Education – Stakeholder Group	16
	Health in All Policies Task Force	17
	Funding for Tuberculosis Control Mandated Activities.....	18
	Public Health Reinvestment.....	19
4440	Department of State Hospitals	
	Incompetent to Stand Trial Population	20
	Retention and Recruitment at State Hospitals	21
	Enhanced Treatment Unit Preliminary Plans and Working Drawings.....	22

4120 Emergency Medical Services Authority			
Issue	Description	Difference (dollars in thousands)	Conference Action
4120-001-0001 Emergency Medical Services Authority (EMSA)			
501	Funding for Mobile Field Hospitals	Senate \$0	
	Governor (no proposal).		
	Senate (no proposal).	Assembly \$1,960 GF	
	Assembly augmented budget by \$1.96 million GF to make three mobile field hospitals fully functional.	Difference \$1,960 GF	

4140**Office of Statewide Health Planning and Development**

Issue	Description	Difference (dollars in thousands)	Conference Action
4140-101-0001 Office of Statewide Health Planning and Development (OSHDP)			
300	Song-Brown Program – Add Residency Slots	Senate \$0	
	Governor (no proposal).		
	Senate (no proposal).	Assembly \$4,000 GF + TBL	
	Assembly approved augmentation of \$4 million GF and adopted trailer bill language to add new residency slots in the Song-Brown Program.	Difference \$4,000 GF + TBL	

Issue	Description	Difference (dollars in thousands)	Conference Action
4150-001-033	Department of Managed Health Care (DMHC)		
075	Federal Mental Health Parity	Senate \$4,200 SF + TBL Assembly AAB Difference \$4,200 SF + TBL	
	Governor requested a one-time augmentation of \$369,000 (Managed Care Fund) for clinical consulting services to conduct initial front-end compliance reviews to ensure oversight of California's implementation of the federal Paul Wellstone and Pete Domenici Mental Health Parity and Addiction Equity Act of 2008. In addition, DMHC requested trailer bill language to provide DMHC state authority to enforce these requirements and conform to federal rules to impose these requirements on large group products.		
	Senate approved Governor's request and added 10 positions to enforce this rule. Adopted TBL to (1) require DMHC to begin the focused surveys of health plan's compliance with federal mental health parity beginning January 1, 2016, annually for least 5 years, (2) provide the Legislature an annual report on the survey findings including analysis of timely access to services, equity of co-pays and deductibles and treatment limitations beginning August 1, 2015.		
	Assembly approved Governor's proposal.		

4260 Department of Health Care Services

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-001-0001/0890 Department of Health Care Services			
335	Medi-Cal Managed Care Ombudsman Program	Senate \$1,015	
	Governor (no proposal).	(\$508 GF, \$508 FF)	
	Senate added nine positions to the Medi-Cal Managed Care Ombudsman Program to assist Medi-Cal beneficiaries understand their managed care benefits and resolve issues with managed care plans.	Assembly \$0	
	Assembly (no proposal).	Difference \$1,015 (\$508 GF, \$508 FF)	

4260**Department of Health Care Services**

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-101-0001/0890 Medi-Cal Local Assistance			
107	Vision Outreach Pilot Project	Senate	
		\$2,036	
	Governor proposed \$2 million (\$1 million GF) for a pilot program in Los Angeles County to expand vision screenings and services for children through the use of qualified mobile vision providers at school sites.	(\$1,018 GF)	
		+TBL	
		Assembly	
		\$0	
	Senate approved.		
		Difference	
	Assembly denied.	\$2,036	
		(\$1,018 GF)	
		+TBL	

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-101-0001/0890, 4260-113-1001/0890		Medi-Cal Local Assistance	
103	Medi-Cal Mandatory Expansion	Senate -\$300 million GF	
	Governor proposed in May Revision an increase of \$513 million GF, as compared to the Governor's January budget, to reflect updated caseload projections and updated costs related to individuals who received Medi-Cal as a result of the federal Affordable Care Act's (ACA) mandatory Medi-Cal expansion. The mandatory expansion simplified eligibility and enrollment rules, and increased program awareness for individuals who were previously eligible to receive Medi-Cal benefits, but not enrolled in the program.	Assembly -\$342 million GF	
	Senate reduced Governor's budget by \$300 million GF (over the current year and budget year) to reflect LAO's initial estimate and finding that Administration's per capita cost for this population was too high.	Difference -\$42 million GF	
	Assembly reduced Governor's budget by \$342 million GF (over the current year and budget year) to reflect LAO's refined estimate and finding that Administration's per capita cost for this population was too high.		

4260 Department of Health Care Services

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-101-0001 Medi-Cal Local Assistance			
330	Electronic Health Records (EHR) – State Match	Senate	
	Governor (no proposal).	\$3,750 GF + TBL	
	Senate provided \$3.75 million GF as the state match to draw down \$37.5 million in federal funds for activities related EHR adoption and support.	Assembly \$0	
	Assembly (no proposal).	Difference \$3,750 GF + TBL	

4260**Department of Health Care Services**

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-101-0001/0890 Medi-Cal Local Assistance			
350	Increase Medi-Cal Provider Reimbursement Rates	Senate \$238,386	
	Governor forgave certain retroactive payment reductions.	(\$119,193 GF) + TBL	
	Senate restored reductions on a prospective basis for all fee-for-service providers except pharmacy effective July 1, 2014. Also provided \$12 million GF to be used by DHCS if it finds other exemptions to payment reductions are needed.	Assembly \$193,678 (\$96,839 GF) + TBL	
	Assembly (1) forgave all retroactive payment reductions effective July 1, 2014 for \$32 million GF, and (2) eliminated prospective payment reductions for all providers beginning April 1, 2015 for \$69 million GF in 2014-15 and \$274 million GF in 2015-16, and ongoing.	Difference \$44,708 (\$22,354 GF) + TBL	

4260 Department of Health Care Services

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-101-0001/0890 Medi-Cal Local Assistance			
351	Eliminate Rate Freeze for Intermediate Care Facilities for the Developmentally Disabled (ICF-DDs)	Senate \$0	
	Governor (no proposal).	Assembly \$16,571	
	Senate (no proposal).	(\$8,285 GF) + TBL	
	Assembly adopted trailer bill language to eliminate the rate freeze for ICF-DDs effective April 1, 2015 for \$8.2 million GF in 2014-15 and \$33.1 million GF in 2015-16, and ongoing.	Difference \$16,571 (\$8,285 GF) + TBL	

4260 Department of Health Care Services

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-101-0001/0890 Medi-Cal Local Assistance			
352	Rate Adjustment for Programs for All-Inclusive Care for the Elderly (PACE)	Senate \$0	
	Governor (no proposal).	Assembly \$3,649	
	Senate (no proposal).	(\$1,824 GF) + TBL	
	Assembly adopted trailer bill language to adjust rates paid to PACE providers from 90 percent of the upper payment limit to 95 percent beginning on April 1, 2015 for \$1.8 million GF in 2014-15 and \$7.3 million GF in 2015-16 and ongoing.	Difference \$3,649 (\$1,824 GF) + TBL	

4260 Department of Health Care Services

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-101-0001/0890 Medi-Cal Local Assistance			
360	Applied Behavioral Analysis (ABA) Services	Senate \$100,000	
	Governor (no proposal).	(\$50,000 GF) + TBL	
	Senate adopted trailer bill language to add ABA services to Medi-Cal managed care for children ineligible for regional center service and to convene a stakeholder workgroup to implement this new benefit and to develop utilization controls to limit expenditures related to this new benefit. Added \$100 million (\$50 million GF) for this new benefit.	Assembly \$0	
		Difference \$100,000 (\$50,000 GF) + TBL	
	Assembly (no proposal).		

4260**Department of Health Care Services**

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-101-0001/0890 Medi-Cal Local Assistance			
370	Restoration of Medi-Cal Optional Benefits for Adults	Senate	
	Governor (no proposal).	\$27,721 (\$12,846 GF) +TBL	
	Senate restored the following optional benefits that were eliminated in 2009: acupuncture, audiology, chiropractic, incontinence cream and washes, optician/optical lab, podiatry, speech therapy effective July 1, 2014. Added \$27.7 million (\$12.8 million GF) for the restoration of these benefits.	Assembly \$0	
		Difference \$27,721 (\$12,846 GF) +TBL	
	Assembly (no proposal).		

4260 Department of Health Care Services

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-115-0001 Department of Health Care Services			
223	Caregiver Resource Centers Augmentation	Senate \$0	
	Governor (no proposal).		
	Senate (no proposal).	Assembly \$2,900 GF	
	Assembly added \$2.9 million GF over Governor's budget for Caregiver Resource Centers.	Difference \$2,900 GF	

4260 Department of Health Care Services

Issue	Description	Difference (dollars in thousands)	Conference Action
4260-119-0232 Department of Health Care Services			
301	Robert F. Kennedy Medical Plan – Stop Loss Coverage	Senate \$3,200 SF + TBL	
	Governor (no proposal).		
	Senate adopted trailer bill language to provide \$3.2 million in one-time Proposition 99 funds to be allocated to the Robert F. Kennedy Plan to purchase stop loss insurance.	Assembly \$0	
		Difference \$3,200 SF + TBL	
	Assembly (no proposal).		

4265 Department of Public Health			
Issue	Description	Difference (dollars in thousands)	Conference Action

4265-001-0001 Department of Public Health (DPH)

506	California Biomonitoring Program	Senate AAB	
	Governor requests funding for two positions to support the Biomonitoring Program as federal funding for the program is being reduced.	Assembly \$2,000 GF	
	Senate approved Governor's proposal.	Difference \$2,000 GF	
	Assembly approved Governor's proposal and augmented the program by \$2 million General Fund.		

Issue	Description	Difference (dollars in thousands)	Conference Action
4265-001-0001	Department of Public Health (DPH)		
	Supplemental Nutrition Assistance Program for Education (SNAP – Ed) – Stakeholder Group	Senate +BBL	
	Governor (no proposal).	Assembly +TBL	
	Senate approved budget bill language to require DPH to convene a stakeholder workgroup on a quarterly basis to ensure a smooth transition from contracted vendors for the SNAP-Ed program to civil service staff.	Difference BBL vs. TBL	
	Assembly approved trailer bill language to require DPH to convene a stakeholder workgroup on a quarterly basis to ensure a smooth transition from contracted vendors for the SNAP-Ed program to civil service staff.		

4265**Department of Public Health**

Issue	Description	Difference (dollars in thousands)	Conference Action
4265-001-0001 Department of Public Health (DPH)			
509	Health in All Policies (HiAP) Task Force	Senate	
	Governor requests \$458,000 and four full-time permanent positions to staff the HiAP Task Force.	-\$458 (special funds)	
	Senate denied Governor's proposal.	Assembly AAB	
	Assembly approved Governor's proposal.	Difference -\$458 (special funds)	

4265**Department of Public Health**

Issue	Description	Difference (dollars in thousands)	Conference Action
4265-111-0001	Department of Public Health (DPH)		
507	Funding for Tuberculosis (TB) Control Mandated Activities	Senate \$250 GF + TBL	
	Governor proposed suspension of the TB control mandate.	Assembly \$0	
	Senate rejected proposed suspension. Adopted trailer bill language and allocated funds, starting in 2014-15, to counties for these activities as part of DPH's TB control grant.	Difference \$250 GF + TBL	
	Assembly rejected proposed suspension.		

4265**Department of Public Health**

Issue	Description	Difference (dollars in thousands)	Conference Action
4265-111-0001 Department of Public Health (DPH)			
513& 514	Public Health Reinvestment Governor (no proposal).	Senate \$8,900 GF + TBL	
	Senate augment DPH's budget by: • Black Infant Health (\$3.9 million) • HIV Prevention Pilot Projects (\$5 million)	Assembly \$53,000 GF +TBL	
	Assembly augmented DPH's budget by: • Black Infant Health (\$4 million) • HIV Pilot Prevention Projects (\$2 million) • Adolescent Family Life (\$3 million) • PrEP Demonstration Projects (\$3 million) • Office of AIDS – Family Size (\$3.3 million) • Syringe Access Programs (\$3 million) • STD Prevention (\$2 million) • Teen Pregnancy (\$5 million) • Injury Control (\$1 million) • Asthma Public Health Initiative (\$1 million) • Dental Disease Prevention Program (\$3.5 million) • Public Health Lab. Training Program (\$2.2 million) • School Based Health Centers (\$3 million) • Drug Overdose Grant Program (\$2 million) • Early Mental Health Initiative (\$15 million)	Difference \$44,100 GF +TBL	

4440

Department of State Hospitals

Issue	Description	Difference (dollars in thousands)	Conference Action
4440-011-0001 Department of State Hospitals			
100	Incompetent to Stand Trial Population	Senate	
202		-\$19,556 GF	
	Governor proposed \$27.8 million GF to increase the number of Incompetent to Stand Trial (IST) beds in state hospitals by 105. In addition, the Administration requested \$2.1 million GF to increase the restoration of competency (ROC) program in county jails by approximately 50 beds.	TBL SRL	
		Assembly \$0	
		Difference	
	Senate denied the proposed increase for 105 IST beds and instead expanded the funding for the restoration of competency in county jails by \$8.2 million GF for 105 additional beds. In addition, the Senate adopted placeholder trailer bill allowing community residential mental health providers to participate in the restoration of competency program.	-\$19,556 GF TBL SRL	
	Assembly adopted the Administration's proposal for both IST and restoration of competency.		

4440**Department of State Hospitals**

Issue	Description	Difference (dollars in thousands)	Conference Action
4440-011-0001	Department of State Hospitals		
204	Retention and Recruitment at State Hospitals	Senate \$0	
	Governor took no action on this item.		
	Senate took no action on this item.	Assembly \$1,600 GF	
	Assembly approved \$1.6 million GF to DSH for the recruitment and retention of physicians and surgeons employed by state hospitals. The increased funding is intended to provide a ten percent salary increase for those classifications.	Difference -\$1,600	

4440**Department of State Hospitals**

Issue	Description	Difference (dollars in thousands)	Conference Action
4440-011-0001 Department of State Hospitals			
602	Enhanced Treatment Unit Preliminary Plans and	Senate	
603	Working Drawings	-\$2,103 GF	
	Governor requested a total of \$2.1 million GF for the preliminary planning stages for building Enhanced Treatment Units that contain rooms that lock from the outside.	Assembly \$0 BBL	
	Senate rejected both the January budget proposal for \$1.5 million GF and the spring finance letter requesting an additional \$603,000 GF.	Difference -\$2,103 GF BBL	
	Assembly approved the proposal and added provisional language that prohibits the expenditure of the funds until legislation is passed and signed that provides DSH with the authority to establish Enhanced Treatment Units.		